

**Comprehensive
Annual Financial Report
Of
Shelby County, Tennessee
For The Year Ended
June 30, 2002**

Prepared by the Department of Finance

**Shelby County, Tennessee
County Officials
June 30, 2002**

Jim Rout, Mayor

Jimmy M. Kelly, Chief Administrative Officer

Shelby County Board of Commissioners

James W. Ford, Chairman

Morris H. Fair, Chairman Pro Tempore

Marilyn Loeffel

Buckner Wellford

Linda Rendtorff

Walter Lee Bailey, Jr.

Julian Bolton

Bridgette Chisolm

Michael A. Hooks

Cleo C. Kirk

Clair Vander Schaaf

Tom Moss

Tommy Hart

Administrative

Earnest Lee Gunn.....Assistant CAO
Donnie E. Wilson.....County Attorney
John C. Trusty.....Director of Administration & Finance
Louise Mercuro.....Acting Director of Planning & Development
Theodore C. Fox III..... Director of Public Works
Mark H. Luttrell Jr.....Director of Corrections
Yvonne Smith-Madlock.....Director of Health Services
Peggy W. Edmiston.....Director of Community Services

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June 30, 2002

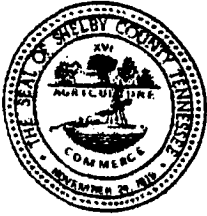
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Shelby County Government

A C Wharton, Jr.
Mayor

January 9, 2003

To the Honorable Mayor, Members of the Board of County Commissioners and the Citizens of Shelby County, Tennessee:

The comprehensive annual financial report of Shelby County, Tennessee (hereafter, Shelby County) for the year ended June 30, 2002 is hereby submitted as required by both local ordinances and state statutes. These require that Shelby County publish each fiscal year a complete set of financial statements as required by Generally Accepted Accounting Principles (GAAP) and audited by a firm of licensed certified public accountants.

This report consists of management's representations regarding the finances of Shelby County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Shelby County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the presentation of Shelby County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Shelby County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Shelby County financial statements have been audited by Watkins Uiberall, PLLC and Banks, Finley, White & Co., firms of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Shelby County are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial presentation. The independent auditors concluded, based upon the audit, that there was reasonable basis for rendering an unqualified opinion that Shelby County's financial statements for the fiscal year ended June 30, 2002, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Shelby County was a part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in Shelby County's separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Shelby County's MD&A can be found immediately following the report of the independent auditors.

Profile of Shelby County, Tennessee

Shelby County, established in 1819, is the largest county in the State of Tennessee with Memphis as the County seat. The County is located in the extreme southwest corner of Tennessee on the east bank of the Mississippi River and is the hub of the 105 county Mid-South Region. Contained within the County's 783 square miles are seven incorporated municipalities, which include Arlington, Bartlett, Collierville, Germantown, Lakeland, Memphis and Millington. The population of the County is 896,013. The County is empowered to levy, without limit, a property tax on both real and personal property located within its boundaries.

Since the implementation of the Restructure Act on January 1, 1976, the County has operated under the Mayor-Commission form of government. The Mayor, as the County's chief executive officer, oversees the operations of the County's six divisions. The thirteen members of the Shelby County Board of Commissioners (the Commission), the legislative branch of the government, review and approve the County's programs and budgets. The Mayor and each Commissioner serves a four year term. The Sheriff, who oversees law enforcement, County Clerk, Assessor, Register, Trustee, Circuit Court Clerk, Criminal Court Clerk, General Sessions Court Clerk, Juvenile Court Clerk and Probate Court Clerk are also elected to four year terms.

Shelby County provides a full range of services, including law enforcement, judicial system, jail and corrections facilities, health services, community services, fire protection and recreational activities. Shelby County also is financially accountable for a legally separate school district, public hospital, agricultural center and emergency communications district, which are reported separately within the Shelby County financial statements. Additional information on these entities can be found in Note I. A. in the notes to the financial statements.

The annual budget serves as the foundation for Shelby County's financial planning and control. All departments and elected officials submit their requested budget to the County Mayor by early March. After a series of reviews, the County Mayor presents a proposed budget to the County Commission by April 30. The County Commission holds budget hearings and then adopts a final budget. This process is generally completed by July 1, the start of the fiscal year. However, the County Commission has the authority to adopt a continuing budget until a final budget can be adopted. The appropriated budget is prepared by fund, division (function such as public works), and department (e.g., Parks). The Mayor may make transfers of appropriations within personnel or non-personnel categories within a department or between departments within a division. Any other transfers require approval of the County Commission. Budget-to-actual comparisons are provided in this report for each individual governmental fund. For the general fund and debt service fund, this comparison is presented on page 30 and 31, respectively. For all other governmental funds, this comparison is presented in the special revenue funds section, which starts on page 92.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Shelby County operates.

Local economy. Shelby County experienced a decline in the local economy this past year as did most of the country. However, in recent years, the economy of the County has experienced notable success attracting new businesses along with the continued growth of existing businesses. The result has been relatively steady total employment in the County during periods of sluggish growth or declines in the national economy with substantial increases when the national economy improved. This success is due, in large part, to the County's location near the geographic center of the nation and its excellent transportation facilities. Also, the County benefits from serving as the trade center for the surrounding area.

The industrial economy of Shelby County and the City of Memphis encompasses many industries. Twenty major industrial groups and over 425 sub-groups, as classified by the Bureau of the Budget, are listed in the Directory of Memphis Manufacturers. Major industries include: chemicals, electronics, foods and beverages, paper products, hardwood lumber products, pharmaceuticals, soybean and cotton oil derivatives and fertilizers. Approximately 6,000 manufacturing, wholesaling, and retailing firms are located in Memphis, Shelby County, and the surrounding area.

The major areas of employment in Shelby County are the services, governmental services and retail trade industries. Comparatively, both the Southeast Region and the United States show a heavier concentration in manufacturing than does the County, but they also display lower employment in the services and governmental services industries.

According to the Tennessee Department of Labor, the unemployment rate for Shelby County as of June 30, 2002 was 5.%, as compared to the state's rate of 4.8% and the national rate of 5.9%. The Shelby County unemployment rate has steadily decreased since June 2002 to 4.7% in October 2002.

Economic Development. The County and the City of Memphis have combined their development efforts into one unit under the Memphis-Shelby County Division of Planning and Development. In addition, two industrial development corporations have been established and staffed by the Center City Commission, which was formed in 1977. The first corporation, Center City Revenue Finance Corporation, promotes comprehensive redevelopment of the central business district. The second, the Center City Development Corporation, promotes industrial development throughout the County. Both are empowered under state law to issue tax-exempt industrial revenue bonds and the Center City Revenue Finance Corporation also issue tax freezes for certain projects.

Other economic development efforts are led in the County by the Memphis Area Chamber of Commerce, a private organization that receives financial support from its members. The Tennessee Department of Economic and Community Development is active in working to attract industrial and business prospects to the area as a part of its state-wide recruiting efforts. Also, several local governments have combined their efforts to form the Millington Base Reuse Committee to find alternative industrial and economic uses for certain facilities being vacated by the Navy Memphis Complex.

One of the County's primary attractions for economic development is its central location in the United States combined with excellent transportation facilities, including air, rail, roads and water. Another attractive feature is the relatively low cost of living compared with other urban areas, including real estate prices.

Education Funding. Approximately 54% of Shelby County property taxes are allocated to operating expenses of schools. An additional 7% pays the debt service on bonds issued for schools. In 2002, Shelby County provided \$84.6 million for construction and renovation of schools under the \$655 million multi-year school funding agreement, that ends in 2006. There are two school systems in Shelby County – the Shelby County Board of Education and the Board of Education of the Memphis City Schools. As of June 30, 2002, Shelby County has outstanding general obligation debt issued for schools of \$622,958,087, which is recorded as a liability in the Statement of Net Assets on page 24. The assets constructed with these bonds are recorded in the two school systems' financial statements and not in the Primary Government column in the Statement of Net Assets.

Debt Administration. At June 30, 2002, Shelby County's net bonded debt outstanding totaled \$1,220,172,361 (this excludes accretion on zero coupon bonds and \$239.3 million issued in extendible municipal commercial paper) which represented approximately 8.01% of assessed value and approximately \$1,361.78 per capita. Debt, generally, may be issued without regard to any limit on indebtedness and the ad valorem tax levy is also without legal limit. Additional debt information is available in the statistical section of this report.

Cash Management Policies and Practices. The County's cash and investment management practices focus on matching seasonal revenue with relatively constant expenditures. The major challenge results from the need to maintain adequate liquidity while preserving the purchasing power of the County funds. Accordingly, the County's investment policies emphasize securities with a high degree of both safety and marketability. State law limits the investment of idle cash to U.S. treasury obligations, U.S. agency obligations, certificates of deposit, obligation of the State of Tennessee and various political subdivision thereof, repurchase agreements, commercial paper and a State of Tennessee sponsored local government investment pool.

Risk Management. During fiscal year 2002, Shelby County continued its strong risk management program. This includes third-party coverage of some exposures such as buildings and a self-insured plan for others such as liability and on-the-job injury claims. Tort liability is self insured with a statutory limit of \$400,000 per accident, as prescribed by state statute. Other liability exposures, such as employment practices and law enforcement liability, are also self-insured, but are not subject to statutory limits. On-the-job injuries are self insured with unlimited medical expenses and a statutory limit of \$216,400 on death and permanent disability claims. As part of its comprehensive plan, Shelby County maintains a strong loss control program, that includes periodic inspections of all County buildings, worksites and vehicles and various types of employee training, including accident prevention and implementation of numerous risk-control techniques.

Pension and Other Post Employment Benefits. Shelby County sponsors a defined benefit pension plan for its employees. Each year, an independent actuary engaged by the pension plan calculates the amount of the annual contribution that Shelby County must make to the pension plan to ensure that the plan will be able to fully meet its obligations. As a matter of policy, Shelby County fully funds each year's annual required contribution to the pension plan as determined by the actuary. The plan has an actuarial surplus of \$76 million or 111% of the actuarial value of

assets at June 30, 2002. This surplus is being reduced to a target of 103% over the next nine years as part of the annual contribution calculated by the actuary.

Shelby County also provides post retirement health and life insurance benefits for certain retirees and their dependents. As of June 30, 2002, there were 1,840 retired employees receiving these benefits which are financed on a pay-as-you-go basis. GAAP does not require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits.

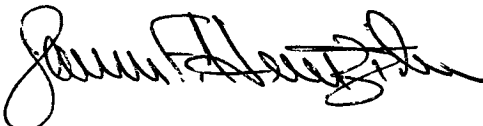
Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Shelby County, Tennessee for its comprehensive annual financial report (CAFR) for the year ended June 30, 2001. This was the seventeenth consecutive year that Shelby County has received this prestigious award. In order to be awarded to Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, with contents conforming to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Due credit also is given to the Mayor and the County Commission for their interest and support in planning and conducting the operation of the government in a responsible and progressive manner.

Sincerely,

A handwritten signature in black ink, appearing to read "James F. Huntzicker", written in a cursive style.

James F. Huntzicker, Director
Division of Administration and Finance

**Shelby County, Tennessee
County Officials
June 30, 2002**

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Shelby County Board of Commissioners

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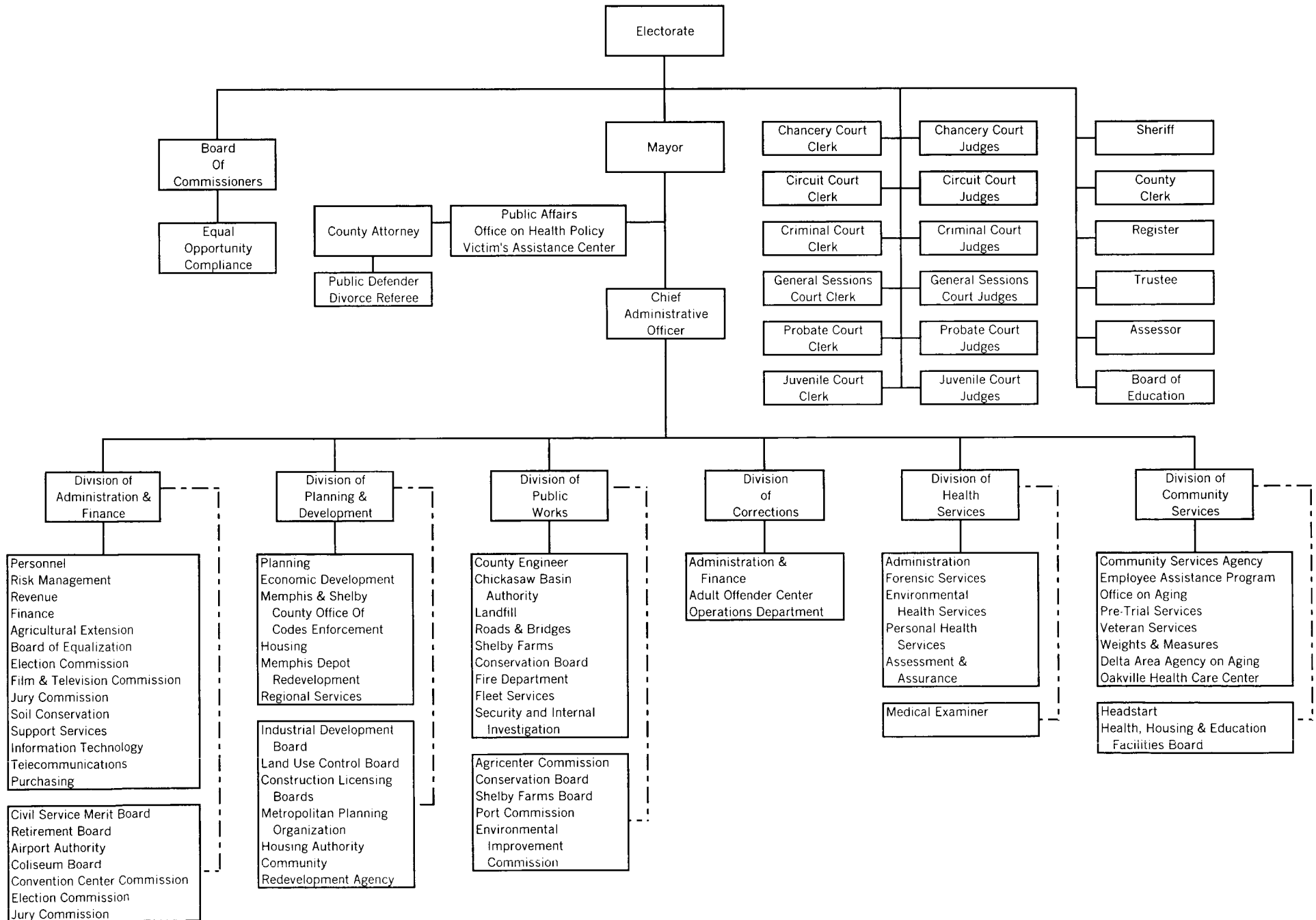
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Mark H. Luttrell Jr.....	Director of Corrections
Yvonne Smith-Madlock.....	Director of Health Services
Peggy W. Edmiston.....	Director of Community Services

Shelby County Government Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Shelby County,
Tennessee

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2001

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



William F. Pate
President

Jeffrey L. Esser
Executive Director



Watkins Uiberall, PLLC
Certified Public Accountants & Financial Advisors
Watkins, Uiberall, Leib, Blockman, Keenan
Independent Member of BKR International

**BANKS, FINLEY,
WHITE & CO.**
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Chairman and Members of the Shelby County Board of Commissioners
and the Mayor of Shelby County, Tennessee:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Shelby County, Tennessee, as of and for the year ended June 30, 2002, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Shelby County, Tennessee's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of Agricenter International, Inc., which represents \$2,576,212 and \$1,770,153, respectively, of the assets and revenues of the component units, and Shelby County Retirement System, which represents \$727,965,431 of the assets and 100% of the revenues of the fiduciary funds. Those financial statements were audited by other auditors whose reports thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for Agricenter International, Inc. and Shelby County Retirement System, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test, basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

As described in Note I, Shelby County, Tennessee, has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, as of July 1, 2001.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Shelby County, Tennessee, as of June 30, 2002, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 9, 2003 on our consideration of Shelby County, Tennessee's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's discussion and analysis on pages 13 through 22 is not a required part of the basic financial statements but is required by accounting principles generally accepted in the United States of America. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Shelby County, Tennessee's basic financial statements. The accompanying financial information listed as supplemental schedules in the table of contents includes supplementary information required by accounting principles generally accepted in the United States of America and other information presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us and the other auditors and, in our opinion, based on our audit and the report of other auditors, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The statistical data as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The statistical data has not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Watkins Liberal, PLLC
Bank, Finley, White & Co.

Memphis, Tennessee
January 9, 2003

Management's Discussion and Analysis

The management of Shelby County offers readers of Shelby County's financial statements this narrative overview and analysis of the financial activities of Shelby County for the fiscal year ended June 30, 2002. Government Accounting Standards Board Statement No. 34, Basic Financial Statement and Management's Discussion and Analysis for State and Local Governments, was implemented this year. GASB #34 significantly changed financial reporting, including requirements for government-wide financial statements and management's discussion and analysis. In future years, when prior year comparative information is available, a comparative analysis of government-wide data will be presented. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, found on pages 1-5 of this report.

Financial Highlights

- At the end of the current fiscal year, unreserved undesignated fund balance for the general fund was \$34,385,088, or 11 percent of total general fund expenditures.
- Fund balance for the debt service fund increased \$14.7 million to \$19,777,038, which is 20% of total expenditures of the debt service fund.
- Total liabilities of Shelby County exceed total assets as of June 30, 2002 by \$1,197,164,687. The County issues debt for capital assets for our component units, Memphis City Schools, joint ventures with the City of Memphis and other endeavors benefiting our community. We also issue debt for infrastructure assets such as roads. Infrastructure assets acquired prior to July 1, 2001 are not recorded in our statement of net assets. The County's capital related debt (bonds payable and notes payable) exceed the capital assets by \$1,288,606,749.
- The decrease in net assets of \$81,919,785 results from the issuance of debt for school construction of \$84.6 million, issuance of debt for capital assets of others of \$14 million and an increase in net assets of \$16.7 million from all other sources.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Shelby County's basic financial statements. Shelby County's basic financial statements comprise three components:

1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Shelby County's finances in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of Shelby County's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of the financial position of Shelby County. However,

because the County issues substantial amounts of debt for capital assets of others, such as the Memphis City Schools, annual decreases in net assets are expected.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cashflows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Shelby County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Shelby County include general government, hospital, planning & development, public works, corrections, health services, community services, law enforcement, judicial, other elected officials, education and interest on debt. The business-type activities of Shelby County include codes enforcement, nursing homes, fire services, and corrections.

The government-wide financial statements include not only Shelby County itself known as the *primary government*, but also four legally separate entities for which Shelby County is financially accountable. These entities are a school district, hospital, agricultural center and emergency district. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 24-29 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Shelby County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Shelby County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund

statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Shelby County maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, debt service fund, capital projects fund, education fund, and grants fund, all of which are considered to be major funds. Data from the other six governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the special revenue funds combining statements elsewhere in this report.

Shelby County adopts an annual appropriated budget for its general fund, debt service fund, education fund and grants fund. A budgetary comparison statement for each of these funds, as well as, the non-major governmental funds, has been provided to demonstrate compliance with their budget.

The basic governmental fund financial statements can be found on pages 30-35 of this report.

Proprietary funds. Shelby County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Shelby County uses enterprise funds to account for its Oakville Health Care Center, Consolidated Codes Enforcement, Correction Center, Fire Services and Shelby County Health Care Corporation. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among Shelby County's various functions. Shelby County uses internal service funds to account for its central services, group hospital, group life, tort liability and employer insurance funds. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for each major enterprise fund with non major enterprise funds as a other proprietary funds. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the enterprise funds and the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 36-43 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Shelby County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 44-45 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 50-89 of this report.

Other information. Combining and individual fund statements for the enterprise funds, special revenue funds and internal service funds can be found on pages 92-123 of this report. Supplemental schedules on pages 124-250 include general fund and grants fund budgetary comparisons by department, detail of constitutional offices activities and schedules of debt by debt issue.

Government-wide Financial Analysis

As noted earlier, Shelby County issues debt for the capital assets of its component units, City of Memphis Schools and others. As a result, liabilities exceeded assets at the close of the most recent fiscal year.

Shelby County's Net Assets June 30, 2002

	Governmental <u>Activities</u>	Business-type <u>Activities</u>	<u>Total</u>
Property taxes receivable	\$ 559,732,746	\$ -	\$ 559,732,746
Current and other assets	185,711,921	15,633,496	201,345,417
Capital assets	171,244,186	31,239,573	202,483,759
Total assets	916,688,853	46,873,069	963,561,922
Long-term liabilities outstanding	1,289,636,210	5,756,410	1,295,392,620
Other liabilities	864,033,765	1,300,224	865,333,989
Total liabilities	2,153,669,975	7,056,634	2,160,726,609
Net assets:			
Invested in capital assets, net of related debt	-	30,631,245	30,631,245
Restricted	42,849,339	-	42,849,339
Unrestricted	(1,279,830,461)	9,185,190	(1,270,645,271)
Total net assets	\$ (1,236,981,122)	\$ 39,816,435	\$ (1,197,164,687)

Property taxes receivable are by far the largest portion of Shelby County's assets (58 percent). Property taxes receivable include \$520 million, offset by an equal deferred revenue amount in other liabilities, that became a property lien on January 1, 2002 but are levied for next fiscal year's operations. As noted above, capital assets do not include infrastructure acquired in prior years. The County is in the process of accumulating this information and intends to include all infrastructure in next year's report. Shelby County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Shelby County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Long-term liabilities include debt issued for the following, which are not recorded as capital assets of Shelby County:

County and City of Memphis Schools	\$622,958,087
Regional Medical Center (component unit)	87,049,010
Convention Center (joint venture)	78,451,086
Other	<u>68,579,336</u>
Total	<u>\$857,037,519</u>

The County's net assets decreased by \$83,187,702, which is primarily due to issuing \$84,600,000 of debt for schools' capital assets.

Shelby County's Change in Net Assets

	Governmental <u>Activities</u>	Business-type <u>Activities</u>	<u>Total</u>
Revenues:			
Program revenues:			
Charges for services	\$ 82,800,704	\$ 72,270,809	\$ 155,071,513
Operating grants and contributions	108,115,963	78,620	108,194,583
Capital grants and contributions	6,092,830		6,092,830
General revenues:			
Property taxes	549,809,147		549,809,147
Other taxes	65,175,367		65,175,367
Other	8,677,491	(916,965)	7,760,526
Total revenues	820,671,502	71,432,464	892,103,966
Expenses:			
General government	94,819,350		94,819,350
Hospital	27,111,884		27,111,884
Planning & Development	6,327,928		6,327,928
Public Works	17,227,227		17,227,227
Corrections	948,137		948,137
Health Services	47,139,841		47,139,841
Community Services	38,304,694		38,304,694
Law Enforcement	127,238,606		127,238,606
Judicial	50,133,078		50,133,078
Other Elected Officials	27,737,764		27,737,764
Education	392,612,929		392,612,929
Interest on debt	66,824,357		66,824,357
Codes Enforcement		6,722,355	6,722,355
Nursing Homes		16,928,491	16,928,491
Hospital		11,142,638	11,142,638
Corrections		44,072,389	44,072,389
Total expenses	896,425,795	78,865,873	975,291,668
Increase (decrease) in net assets before transfers	(75,754,293)	(7,433,409)	(83,187,702)
Transfers	(6,165,492)	6,165,492	-
Increase (decrease) in net assets	(81,919,785)	(1,267,917)	(83,187,702)
Net assets - 7/01/01	(1,155,061,337)	41,084,352	(1,113,976,985)
Net assets - 6/30/02	\$ (1,236,981,122)	\$ 39,816,435	\$(1,197,164,687)

Governmental activities. Governmental activities include capital expenditures of \$84.6 million in education and \$37.0 in general government. These were offset by a 9.2% increase in property taxes levied, excluding a 43 cent tax rate increase for education. Revenue growth from property taxes is normally in a range of 2.5% to 3.5% depending on the economy and other factors. This substantially larger increase results from a combination of stronger than expected growth, a large increase in public utilities reappraisal and other factors related to reappraisal of all properties. In addition, lower interest rates and changes in debt structure reduced interest expense.

Business-type activities. Approximately 80% of the inmates at the Corrections Center are the responsibility of the State of Tennessee. The State pays the Corrections Center their share of actual cost per inmate day. The general fund provides an operating transfer for the costs not recovered from the state. Oakville Health Care Center operates at a deficit, which is funded by an operating transfer from the General Fund. Losses in these funds generally represent non-cash changes in long term assets and liabilities.

Financial Analysis of the Government's Funds

As noted earlier, Shelby County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of Shelby County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Such information is useful in assessing Shelby County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Shelby County's governmental funds reported a combined ending fund deficit of \$156,716,042, a decrease of \$18,253,034 in comparison with the prior year. Shelby County uses short-term debt to finance capital projects and, at the conclusion of each short-term borrowing program (generally two years), the short-term debt is refinanced with long-term general obligation debt. Short-term debt is recorded as a liability of the capital projects fund and, to the extent such borrowings have been spent, a fund deficit is created. Short-term debt outstanding at June 30, 2002 was \$239,300,000. The decrease in the fund deficit results primarily from an increase in the debt service fund balance of \$14,711,424 and a decrease in the capital projects fund deficit of \$4,479,587.

The major components of the fund deficit are:

	<u>June 30, 2002</u>	<u>June 30, 2001</u>
Capital projects deficit	(\$233,964,662)	(\$238,444,249)
Debt Service	19,777,038	5,065,614
Special Revenue	14,458,602	16,858,904
General Fund-reserved/designated	8,627,892	7,670,206
General Fund-Unreserved	<u>34,385,088</u>	<u>33,880,447</u>
Total	<u>(\$156,716,042)</u>	<u>(\$174,969,076)</u>

The general fund unreserved amount is available for spending at the government's discretion. The remainder of fund balance has already been committed 1) to pay debt service, 2) for road repair and maintenance, 3) for preservation and improvement of County property, 4) to liquidate contracts and purchase orders of the prior period, or 4) for a variety of other restricted purposes.

Changes in the fund deficit of the capital projects fund result from the expenditure of long term bond proceeds issued in prior years and the amount of short term debt outstanding at year end.

The debt service fund has a total fund balance of \$19,777,038, which is restricted for the payment of debt service. The net increase in fund balance during the current year in the debt service fund was \$14,711,424. This increase results primarily from income from interest rate swaps and lower than budgeted debt service expenditures due to both lower interest rates and the structuring of debt issued in the current fiscal year.

Special revenue fund balances decreased \$2,400,304 due to planned uses of fund balance and hotel/motel taxes being approximately \$1 million under budget. General fund-reserved increased \$957,686 due primarily to an increase in the reserve for property preservation of \$1,611,649, less a decrease in the reserve for encumbrances, which was unusually high the prior year.

The general fund is the chief operating fund of Shelby County. At the end of the current fiscal year, unreserved-undesignated fund balance of the general fund was \$34,385,088, while total fund balance reached \$43,012,980. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 11 percent of total general fund expenditures, while total fund balance represents 14 percent of that same amount.

The fund balance of the County's general fund increased by \$1,462,327 during the current fiscal year. The key factor in this growth was revenue reserved for property preservation exceeding related expenditures by \$1,611,649. Local revenue, state revenue and other revenue were somewhat less than originally budgeted, but this shortfall was offset by higher property tax collections than budgeted and local sales tax of \$8,752,100, originally budgeted in the debt service fund, was moved to the general fund. Expenditures were consistently less than the original budget except for general government because a general salary restriction was budgeted in general government and subsequently moved to other functions.

Proprietary funds. Shelby County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Enterprise Funds at the end of the year amounted to \$9,185,190. Total net assets decreased \$1,267,917.

Governmental Fund Budgetary Highlights

Differences between the original budget and the final amended budget can be briefly summarized as follows:

- Moved sales tax (\$9 million) from the debt service fund to the general fund with general government expenditures in the general fund be increased by a like amount.
- Increases in both transfers in and transfers out related primarily to the Corrections Center and Fire Department being reclassified as enterprise funds.
- The debt service fund budget was amended to reflect a refunding bond issue.
- After the budget was approved, to provide additional funding to schools, the County Commission raised property taxes and doubled the wheel tax. The budget for the Education Fund, which accounts for the collections of taxes allocated to schools, was increased by 34% to \$301.6 million.
- In the grants fund, the original budget reflects only those grants the County is certain of receiving. Many grant contracts are not finalized until after the beginning of the year and substantial budgetary increases are normal.

Capital Asset and Debt Administration

Capital Assets Shelby County Government's investment in capital assets for its governmental and business type activities as of June 30, 2002, amounts to \$202,483,759, (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities and roads. Infrastructure, primarily roads, acquired prior to July 1, 2001 are not included. GASB #34 only requires the inclusion of infrastructure acquired during the current fiscal year. Retroactive reporting of infrastructure is not required until the County's fiscal year ending June 30, 2006, although early implementation is permitted. The County is in the process of accumulating this data and intends to implement retroactive reporting of infrastructure next year.

In conjunction with implementing GASB #34, the County revised its fixed asset policy to increase the minimum amount for capitalization from \$1,000 to \$5,000. This change eliminated detail fixed asset accounting of approximately 80% of fixed asset records that only accounted for 8% of the total value. The new policy is not intended to ignore those items with a cost of less than \$5,000, but to streamline our procedures. Everyone in County Government should act in a responsible manner insuring that all County property is not damaged, lost or stolen and that it is maintained in good working order.

Major capital asset events during the current fiscal year included the following:

- A Compaq Himalaya Server System was purchased to support the implementation of various e-Government initiatives and business continuity.
- Construction of the new \$28.6 million jail annex facility, including a new kitchen, continued. The Annex was opened in July 2002 and the new kitchen is scheduled to open in 2003.
- Renovation work continued at the Criminal Justice Complex to include jail door retrofit phase II and elevator modernization.

- Roadway improvement began on Holmes Road with an estimated cost of approximately \$5.7 million (including right-of-way acquisition) and Shelby Drive and Forest Hill-Irene with an estimated cost of approximately \$4.1 million.

Construction in progress as of the end of the current fiscal year had reached \$38,984,243.

Additional information on Shelby County Government's capital assets can be found in note IV(F) on pages 66-67 of this report.

Long-term Debt At June 30, 2002, Shelby County's general obligation bonded debt (bonds payable) outstanding totaled \$1,251,790,508 which represented approximately 8 percent of assessed value. In addition, the County has short-term notes payable of \$239,300,000, which will be converted to long term debt during the next two years. Debt, generally, may be issued without regard to any limit on indebtedness. The ad valorem tax levy is also without legal limit.

The County's bonds payable increased by approximately \$113.5 million (10 percent) during the current fiscal year. The key factor in this increase was the conversion of \$157.75 million of notes payable to bonds payable. The County also issued \$20,205,000 of refunding bonds to refund previously outstanding general obligation bonds. The effect of this transaction was to refinance existing debt at a lower rate and generate an economic gain of \$820,997.

The County uses notes payable programs to initially finance capital projects. This allows the County to borrow only as the proceeds are actually needed and to take advantage of lower short-term interest rates. Annually, the County adopts a five year capital projects plan. Based on this plan for the current year and capital projects cash flow projections, a notes payable program is established with a maximum borrowing amount. Borrowing occurs as needed for up to two years. After completion of each program, the notes payable are converted to bonds payable to be repaid within 25 years. In fiscal 2001, a \$154 million notes payable program was authorized which, at June 30, 2002 has notes payable outstanding of \$149 million. In fiscal 2002, a \$149 million notes payable program was authorized that has notes payable of \$90.3 million outstanding at June 30, 2002.

In 1999, the County signed a funding agreement with the Shelby County Schools and the City of Memphis Schools to provide \$655,250,000 of capital funding over eight years. Under this agreement, the County is committed to provide approximately \$77 million of capital funding to the schools each of the next four years.

The County maintains ratings from Moody's Investors Service ("Moody's"), Standard & Poor's Corporation ("Standard & Poor's") and Fitch IBCA, Inc. ("Fitch") on its previously issued general obligation bonds not secured by letter of credit as follows:

Moody's
Aa2

Standard & Poor's
AA+

Fitch IBCA, Inc.
AA

Moody's issues ratings from Aaa to C to designate the relative investment qualities of bonds. The Aa rating is in the second highest of the rating categories. The modifier 2 indicates that the Bonds are in the middle range of the Aa category. Moody's describes its Aa ratings as "Bonds which are rated Aa are judged to be a high quality by all standards. They are rated lower than the best bond because margins of protection may not be as large as in Aaa or fluctuation of protection elements may be of greater amplitude or there may be other elements present which make the long term risk appear somewhat larger than Aaa securities."

Standard & Poor's and Fitch issue ratings from AAA to D to designate the relative investment qualities of bonds. The AA rating is the second highest of the ten such ratings. Standard & Poor's and Fitch describes their rating as "Debt rate AA+ has a very strong capacity to pay interest and repay principal and differs from the highest rated issues only in small degree. Plus or minus signs are used to show relative standing within the major rating categories."

Additional information on Shelby County Government's long-term debt can be found in note IV(I) on pages 68-72 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for Shelby County is currently 5.0 percent, which is comparable to the state's rate of 4.8%. This compares favorably to the national average unemployment rate of 5.9 percent.
- Inflationary trends in the region compare favorably to national indices.

Shelby County's budget for the 2003 fiscal year was prepared just prior to County elections, which were in August 2002. The County Mayor, Sheriff and several Commissioners were not running for re-election. The Commission adopted a balanced budget with the knowledge that the newly elected officials would most likely request changes and some use of fund balance was to be expected. Subsequently, the Sheriff has requested and the Commission approved increased general fund expenditures and planned use of fund balance of \$13 million.

Because of the school capital needs, debt service expenditures are increasing approximately \$10 million per year. The debt service fund budget for 2003 uses fund balance for a portion of this increase.

Requests for Information

This financial report is designed to provide a general overview of Shelby County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Administrator, Department of Finance, Shelby County Government, 160 North Main, Memphis, Tennessee 38103.

Statement of Net Assets
June 30, 2002

	Governmental Activities	Business-type Activities	Total	Component Units
Assets				
Cash and cash equivalents	\$ 103,328,902	\$ 11,850,958	\$ 115,179,860	\$ 29,259,485
Investments	---	---	---	73,093,897
Restricted investments	---	---	---	1,564,132
Property tax receivable, net of allowance for uncollectibles	559,732,746	---	559,732,746	---
Other receivables	34,491,920	13,016,240	47,508,160	59,257,641
Internal balances	9,788,148	(9,788,148)	---	---
Due from component unit	5,952,637	---	5,952,637	---
Due from primary government	---	---	---	10,491,489
Inventories	151,885	75,963	227,848	5,157,428
Prepaid items	58,854	19,933	78,787	177,365
Deposit held by others	2,990,576	458,550	3,449,126	---
Notes receivable	28,948,999	---	28,948,999	---
Capital assets, net	171,244,186	31,239,573	202,483,759	447,866,164
Capital lease receivable	---	---	---	684,429
Total Assets	\$ 916,688,853	\$ 46,873,069	\$ 963,561,922	\$ 627,552,030
Liabilities				
Accounts payable and accrued liabilities	\$ 40,191,298	\$ 1,300,224	\$ 41,491,522	\$ 51,692,953
Interest payable	13,397,835	---	13,397,835	---
Property tax refunds payable	4,203,199	---	4,203,199	---
Insurance claims payable	14,380,563	---	14,380,563	---
Due to component units	10,491,489	---	10,491,489	---
Due to primary government	---	---	---	5,952,637
Deposits held in trust	6,572,646	---	6,572,646	---
Deferred revenue	535,496,735	---	535,496,735	349,594
Notes payable	239,300,000	---	239,300,000	120,000
Long-term liabilities:				
Due within one year	61,588,435	2,414,371	64,002,806	7,041,353
Due in more than one year	1,228,047,775	3,342,039	1,231,389,814	10,438,548
Total Liabilities	\$ 2,153,669,975	\$ 7,056,634	\$ 2,160,726,609	\$ 75,595,085
Net Assets				
Invested in capital assets, net of related debt	---	30,631,245	30,631,245	441,197,610
Restricted for:				
Debt service	24,438,014	---	24,438,014	---
Roads and bridges	8,968,950	---	8,968,950	---
Other purposes	9,442,375	---	9,442,375	7,289,385
Unrestricted	(1,279,830,461)	9,185,190	(1,270,645,271)	103,469,950
Total net assets	\$ (1,236,981,122)	\$ 39,816,435	\$ (1,197,164,687)	\$ 551,956,945
Total liabilities and net assets	\$ 916,688,853	\$ 46,873,069	\$ 963,561,922	\$ 627,552,030

The notes to the financial statements are an integral part of this statement.

SHELBY COUNTY GOVERNMENT
Reconciliation of the Statement of Net Assets,
Governmental Funds
June 30, 2002

Amounts reported for the governmental activities in the statement of net assets (Page 24)
are different because:

Fund balance - total governmental funds (page 30)	\$ (156,716,043)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in funds.	170,816,121
Receivables not available to pay for current expenditures and therefore are deferred in the funds	68,802,809
Amounts payable to schools from receivables not available to pay current expenditures	(18,037,087)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(1,296,837,317)
Internal service funds are used by management to charge the costs of central services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets	<u>(5,009,605)</u>
Net assets of governmental activities (Page 24)	<u><u>\$ (1,236,981,122)</u></u>

The notes to the financial statements are an integral part of this statement.

Shelby County, Tennessee

**Statement of Activities
For the Year Ended June 30, 2002**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities:				
General government	\$ 94,819,350	\$ 15,341,009	\$ 12,974,772	\$ ---
Hospital	27,111,884	---	---	---
Planning and development	6,327,928	640,815	3,377,609	---
Public works	17,227,227	2,582,577	11,648,409	6,092,830
Corrections	948,137	79,126	739,931	---
Health services	47,139,841	12,321,614	24,296,264	---
Community services	38,304,694	1,023,466	33,704,373	---
Law enforcement	127,238,606	3,560,847	2,396,368	---
Judicial	50,133,078	18,568,521	16,439,263	---
Other elected officials	27,737,764	28,682,729	1,222,362	---
Education	392,612,929	---	---	---
Interest on debt	66,824,357	---	1,316,612	---
Total governmental activities	896,425,795	82,800,704	108,115,963	6,092,830
Business-type activities:				
Codes enforcement	6,722,355	7,428,714	---	---
Nursing homes	16,928,491	13,629,938	---	---
Fire Services	11,142,638	12,159,617	51,920	---
Corrections	44,072,389	39,052,540	26,700	---
Total Business-type activities	78,865,873	72,270,809	78,620	---
Total primary government	\$ 975,291,668	\$ 155,071,513	\$ 108,194,583	\$ 6,092,830
Component units:				
Board of Education	\$ ---	\$ ---	\$ ---	\$ ---
Shelby County Health Care Corporation	282,978,535	234,693,785	10,117,831	1,000,000
Other Component Units	4,200,781	4,825,019	---	---
Total component units	\$ 287,179,316	\$ 239,518,804	\$ 10,117,831	\$ 1,000,000

General revenues:

- Property taxes - levied for education
- Property taxes - levied for debt service
- Property taxes - levied for general government
- Sales taxes
- Business taxes
- Hotel/Motel taxes
- Wheel taxes
- Other taxes
- Payment from Shelby County
- Other sources
- Unrestricted investment earnings

Transfers

- Total general revenues and transfers
- Changes in net assets
- Net assets - June 30, 2001
- Net assets - June 30, 2002

The notes to the financial statements are an integral part of this statement.

Net (Expenses) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-type Activities	Total	Component Units
\$ (66,503,569)	\$ ---	\$ (66,503,569)	\$ ---
(27,111,884)	---	(27,111,884)	---
(2,309,504)	---	(2,309,504)	---
3,096,589	---	3,096,589	---
(129,080)	---	(129,080)	---
(10,521,963)	---	(10,521,963)	---
(3,576,855)	---	(3,576,855)	---
(121,281,391)	---	(121,281,391)	---
(15,125,294)	---	(15,125,294)	---
2,167,327	---	2,167,327	---
(392,612,929)	---	(392,612,929)	---
(65,507,745)	---	(65,507,745)	---
(699,416,298)	---	(699,416,298)	---
---	706,359	706,359	---
---	(3,298,553)	(3,298,553)	---
---	1,068,899	1,068,899	---
---	(4,993,149)	(4,993,149)	---
---	(6,516,444)	(6,516,444)	---
(699,416,298)	(6,516,444)	(705,932,742)	---
---	---	---	---
---	---	---	(37,166,919)
---	---	---	624,238
---	---	---	(36,542,681)
293,638,413	---	293,638,413	---
73,654,336	---	73,654,336	---
182,516,398	---	182,516,398	---
8,752,100	---	8,752,100	4,143,384
8,157,869	---	8,157,869	---
9,875,416	---	9,875,416	---
25,118,607	---	25,118,607	---
13,271,375	---	13,271,375	---
---	---	---	575,737
---	---	---	209,687,618
8,677,491	(916,965)	7,760,526	4,143,384
(6,165,492)	6,165,492	---	---
617,496,513	5,248,527	622,745,040	218,550,123
(81,919,785)	(1,267,917)	(83,187,702)	182,007,442
(1,155,061,337)	41,084,352	(1,113,976,985)	---
\$ (1,236,981,122)	\$ 39,816,435	\$ (1,197,164,687)	\$ 182,007,442

SHELBY COUNTY GOVERNMENT
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended June 30, 2002

Amounts reported for the governmental activities in the statement of activities (Page 26) are different because:

Net change in fund balances - total governmental funds (page 32)	\$ 18,253,034
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	24,065,331
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(345,767)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance cost, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(122,413,582)
Changes in other long-term liabilities other than in internal service funds	(1,831,656)
Internal service funds are used by management to charge the costs of central services to individual funds. The net revenue of certain activities of internal service funds is report with governmental activities.	352,855
Change in net assets of governmental activities (Page 26)	<u>\$ (81,919,785)</u>

The notes to the financial statements are an integral part of this statement.

Governmental Funds

June 30, 2002

	General Fund	Debt Service Fund	Capital Projects Fund
Assets:			
Cash and cash equivalents	\$ 35,201,998	\$ 12,578,241	\$ 21,715,068
Accrued interest and dividend receivable	733,009	104,876	---
Property tax receivable, net of allowance for uncollectibles	184,603,102	75,318,706	---
Sales tax receivable	1,749,450	---	---
Accounts receivable	8,323,616	1,116,758	585,987
Due from other governmental entities	3,073,100	---	309,514
Due from other funds	13,978,913	6,477,994	---
Due from component unit	373,578	5,441,563	137,496
Prepaid items	13,014	---	---
Deposit held by others	4,791	---	2,600,652
Notes receivable	783,901	13,103,532	14,428,551
Total Assets	\$ 248,838,472	\$ 114,141,670	\$ 39,777,268
Liabilities:			
Accounts payable and accrued liabilities	\$ 11,637,114	\$ 386,023	\$ 7,042,113
Property tax refunds payable	1,386,279	565,602	---
Due to other governmental entities	911,728	---	---
Due to other funds	4,531,497	16,350	4,555,842
Due to component units	1,880,555	---	3,000,000
Deposits held in trust	1,343,569	---	5,218,816
Deferred revenue	184,134,750	93,396,657	14,625,159
Notes payable	---	---	239,300,000
Total Liabilities	205,825,492	94,364,632	273,741,930
Fund Balance (deficit):			
Reserved for:			
Encumbrances	3,560,666	---	---
Property preservation	3,912,220	---	---
Unreserved:			
Designated for air quality	1,155,006	---	---
Undesignated	34,385,088	19,777,038	(233,964,662)
Total Fund Balance	43,012,980	19,777,038	(233,964,662)
Total Liabilities and Fund Balance	\$ 248,838,472	\$ 114,141,670	\$ 39,777,268

The notes to the financial statements are an integral part of this statement.

Education Fund	Grants Fund	Other Governmental Funds	Total Governmental Funds
\$ ---	\$ 23,599	\$ 12,211,645	\$ 81,730,551
---	---	---	837,885
299,810,938	---	---	559,732,746
---	---	---	1,749,450
---	2,412,440	14,923	12,453,724
---	14,310,613	908,653	18,601,880
1,172,480	---	2,186,539	23,815,926
---	---	---	5,952,637
---	45,840	---	58,854
---	16,133	---	2,621,576
---	633,015	---	28,948,999
<u>\$ 300,983,418</u>	<u>\$ 17,441,640</u>	<u>\$ 15,321,760</u>	<u>\$ 736,504,228</u>
\$ ---	\$ 3,231,956	\$ 726,854	\$ 23,024,060
2,251,318	---	---	4,203,199
1,412,479	79,904	444,992	2,849,103
---	3,792,193	1,131,894	14,027,776
550,934	---	---	5,431,489
---	10,261	---	6,572,646
296,768,687	8,886,745	---	597,811,998
---	---	---	239,300,000
<u>300,983,418</u>	<u>16,001,059</u>	<u>2,303,740</u>	<u>893,220,271</u>
---	---	592,512	4,153,178
---	---	---	3,912,220
---	---	---	1,155,006
---	1,440,581	12,425,508	(165,936,447)
<u>---</u>	<u>1,440,581</u>	<u>13,018,020</u>	<u>(156,716,043)</u>
<u>\$ 300,983,418</u>	<u>\$ 17,441,640</u>	<u>\$ 15,321,760</u>	<u>\$ 736,504,228</u>

**Statement of Revenues, Expenditures
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2002**

	General Fund	Debt Service Fund	Capital Projects Fund
Revenue:			
Local taxes	\$ 204,116,571	\$ 87,315,064	\$ ---
Local revenue	25,463,980	1,388,329	1,975,038
State revenue	19,727,120	1,316,612	---
Federal revenue	2,562	---	---
Patient service revenue	808,871	---	---
Elected official fines & fees	53,548,254	---	---
Other revenue	5,429,741	9,402,922	1,479,154
Total Revenues	309,097,099	99,422,927	3,454,192
Expenditures:			
Current			
General Government	51,345,139	---	---
Hospital	22,566,667	---	---
Planning and Development	3,323,240	---	---
Public Works	6,786,434	---	---
Corrections	---	---	---
Health Services	28,943,406	---	---
Community Services	3,549,073	---	---
Law Enforcement	122,891,393	---	---
Judicial	39,443,531	---	---
Other Elected Officials	24,140,465	---	---
Education	---	---	---
Debt service & related cost	---	97,367,068	---
Capital Outlay: Capital Projects	---	---	154,104,764
Total Expenditures	302,989,348	97,367,068	154,104,764
Excess (deficiency) of revenues over (under) expenditures	6,107,751	2,055,859	(150,650,572)
Other Financing Sources (Uses):			
General obligation bond proceeds	---	---	160,707,801
Proceeds of refunding bonds	---	21,065,848	---
Operating transfers in	15,991,184	16,339,708	1,434,627
Operating transfers out	(20,636,608)	(3,932,262)	(7,012,269)
Payment to refunding bond escrow agent	---	(20,817,729)	---
Total other financing sources (uses)	(4,645,424)	12,655,565	155,130,159
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	1,462,327	14,711,424	4,479,587
Fund balance June 30, 2001, as restated	41,550,653	5,065,614	(238,444,249)
Fund balance June 30, 2002	\$ 43,012,980	\$ 19,777,038	\$ (233,964,662)

The notes to the financial statements are an integral part of this statement.

Education Fund	Grants Funds	Other Governmental Funds	Total Governmental Funds
\$ 301,622,626	\$ ---	\$ 11,555,194	\$ 604,609,455
---	7,861,151	412,735	37,101,233
---	36,425,730	12,789,705	70,259,167
---	27,182,532	---	27,185,094
---	249,902	---	1,058,773
---	---	736,074	54,284,328
---	353,131	307,014	16,971,962
301,622,626	72,072,446	25,800,722	811,470,012
---	1,086,974	11,330,929	63,763,042
---	---	---	22,566,667
---	2,972,485	---	6,295,725
---	2,036,172	6,732,722	15,555,328
---	948,137	---	948,137
---	17,835,549	---	46,778,955
---	34,635,726	---	38,184,799
---	399,329	1,022,681	124,313,403
---	8,107,344	---	47,550,875
---	2,723,590	545,215	27,409,270
301,622,626	---	---	301,622,626
---	---	---	97,367,068
---	---	---	154,104,764
301,622,626	70,745,306	19,631,547	946,460,659
---	1,327,140	6,169,175	(134,990,647)
---	---	---	160,707,801
---	---	---	21,065,848
---	4,391,900	794,689	38,952,108
---	(7,071,966)	(8,011,242)	(46,664,347)
---	---	---	(20,817,729)
---	(2,680,066)	(7,216,553)	153,243,681
---	(1,352,926)	(1,047,378)	18,253,034
---	2,793,507	14,065,398	(174,969,077)
\$ ---	\$ 1,440,581	\$ 13,018,020	\$ (156,716,043)

Statement of Revenues, Expenditures, and Changes in Fund Balances
 Budget and Actual
 General Fund
 For the Year Ended June 30, 2002

	Original Budget	Final Budget	Actual	Variance
Revenue				
Local taxes	\$ 193,997,883	\$ 202,697,883	\$ 204,116,571	\$ 1,418,688
Local revenue	29,546,974	29,803,359	25,463,980	(4,339,379)
State revenue	24,680,923	24,680,923	19,727,120	(4,953,803)
Federal revenue	10,700	10,700	2,562	(8,138)
Patient service revenue	644,400	584,400	808,871	224,471
Elected official fines & fees	51,116,436	54,380,861	53,548,254	(832,607)
Other revenue	9,546,892	9,519,092	5,429,741	(4,089,351)
Total Revenues	309,544,208	321,677,218	309,097,099	(12,580,119)
Expenditures				
Current				
General Government	43,513,349	54,988,498	51,345,139	3,643,359
Hospital	22,566,667	22,566,667	22,566,667	---
Planning and Development	4,266,346	4,802,849	3,323,240	1,479,609
Public Works	6,915,576	7,470,715	6,786,434	684,281
Health Services	29,950,336	30,868,893	28,943,406	1,925,487
Community Services	3,652,952	3,894,202	3,549,073	345,129
Law Enforcement	125,644,162	124,285,542	122,891,393	1,394,149
Judicial	41,584,501	41,735,692	39,443,531	2,292,161
Other Elected Officials	26,327,212	25,834,666	24,140,465	1,694,201
Total Expenditures	304,421,101	316,447,724	302,989,348	13,458,376
Excess (deficiency) of revenues over expenditures	5,123,107	5,229,494	6,107,751	878,257
Other Financing Sources (uses):				
Operating transfers in	9,425,171	17,832,758	15,991,184	(1,841,574)
Planned use of fund Balance	100,577	2,648,932	---	(2,648,932)
Operating transfers out	(14,648,855)	(25,711,184)	(20,636,608)	5,074,576
Total other financing sources (uses)	(5,123,107)	(5,229,494)	(4,645,424)	584,070
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ ---	\$ ---	1,462,327	\$ 1,462,327
Fund balance June 30, 2001, as restated			41,550,653	
Fund balance June 30, 2002			\$ 43,012,980	

The notes to the financial statements are an integral part of this statement

Statement of Revenues, Expenditures, and Changes in Fund Balances
 Budget and Actual
 Debt Service Fund
 For the Year Ended June 30, 2002

	Original Budget	Final Budget	Actual	Variance
Revenue				
Local taxes	\$ 95,474,319	\$ 85,974,319	\$ 87,315,064	\$ 1,340,745
Local revenue	2,394,089	1,299,279	1,388,329	89,050
State revenue	1,316,611	1,316,611	1,316,612	1
Other revenue	---	7,228,428	9,402,922	2,174,494
Total Revenues	99,185,019	95,818,637	99,422,927	3,604,290
Expenditures				
Debt Service:				
Debt service & related cost	110,854,669	110,155,501	97,367,068	12,788,433
Total Expenditures	110,854,669	110,155,501	97,367,068	12,788,433
Excess (deficiency) of revenues over expenditures	(11,669,650)	(14,336,864)	2,055,859	16,392,723
Other Financing Sources (uses):				
Operating transfers in	12,910,455	16,519,966	16,339,708	(180,258)
Proceeds of refunding bonds	---	21,065,849	21,065,848	(1)
Planned use of fund balance	---	1,502,653	---	(1,502,653)
Payment to refunding bond escrow agent	---	(20,938,976)	(20,817,729)	121,247
Operating transfers out	(1,240,805)	(3,812,628)	(3,932,262)	(119,634)
Total other financing sources (uses)	11,669,650	14,336,864	12,655,565	(1,681,299)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ ---	\$ ---	14,711,424	\$ 14,711,424
Fund balance June 30, 2001, as restated			5,065,614	
Fund balance June 30, 2002			\$ 19,777,038	

The notes to the financial statements are an integral part of this statement

Statement of Net Assets
June 30, 2002

	Business-type Activities - Enterprise Funds		
	Consolidated Codes Enforcement Fund	Oakville Health Care Center	Corrections Center Fund
Assets:			
Current Assets:			
Cash and cash equivalents	\$ 11,715,863	\$ 135,095	\$ ---
Accounts receivable	46,154	2,205,171	9,899,039
Inventories	---	75,963	---
Prepaid items	---	19,933	---
Deposits held by others	---	---	---
Total Current Assets	<u>11,762,017</u>	<u>2,436,162</u>	<u>9,899,039</u>
Noncurrent Assets:			
Capital assets, net	2,422,891	3,717,475	23,115,087
Deposits held in trust	53,639	156,985	247,926
Total Assets	<u><u>\$ 14,238,547</u></u>	<u><u>\$ 6,310,622</u></u>	<u><u>\$ 33,262,052</u></u>
Liabilities and Net Assets:			
Current Liabilities:			
Accounts payable and accrued liabilities	\$ 28,717	\$ 1,057,408	\$ 151,434
Due to other funds	---	210,349	9,451,643
Insurance claim payable	---	---	---
Memorial funds	---	4,988	---
Deferred revenue	---	---	---
Capital lease obligations-current portion	---	97,413	---
Sick and annual leave payable	292,542	281,869	1,213,587
Total Current Liabilities	<u>321,259</u>	<u>1,652,027</u>	<u>10,816,664</u>
Noncurrent Liabilities:			
Deposit held in trust	53,639	156,985	247,926
Capital lease obligation	---	510,915	---
Sick and annual leave payable	223,486	381,755	1,396,430
Long term claims payable	---	---	---
Total Liabilities	<u>598,384</u>	<u>2,701,682</u>	<u>12,461,020</u>
Net Assets:			
Invested in capital assets, net of related debt	2,422,891	3,109,147	23,115,087
Unrestricted	11,217,272	499,793	(2,314,055)
Total Net Assets	<u>13,640,163</u>	<u>3,608,940</u>	<u>20,801,032</u>
Total Liabilities and Net Assets	<u><u>\$ 14,238,547</u></u>	<u><u>\$ 6,310,622</u></u>	<u><u>\$ 33,262,052</u></u>

The accompanying notes to the financial statements are an integral part of this statement

Business-type Activities - Enterprise Funds		Governmental
Other Proprietary	Total	Activities- Internal Service Funds
Funds		
\$ ---	\$ 11,850,958	\$ 21,598,351
865,876	13,016,240	848,981
---	75,963	151,885
---	19,933	---
---	---	369,000
865,876	24,963,094	22,968,217
1,984,120	31,239,573	428,066
---	458,550	---
\$ 2,849,996	\$ 56,661,217	\$ 23,396,283
\$ 57,677	1,295,236	\$ 3,651,957
126,156	9,788,148	---
---	---	12,069,657
---	4,988	---
---	---	6,487,546
---	97,413	---
528,960	2,316,958	225,818
712,793	13,502,743	22,434,978
---	458,550	---
---	510,915	---
370,903	2,372,574	82,207
---	---	5,888,703
1,083,696	16,844,782	28,405,888
1,984,120	30,631,245	428,066
(217,820)	9,185,190	(5,437,671)
1,766,300	39,816,435	(5,009,605)
\$ 2,849,996	\$ 56,661,217	\$ 23,396,283

**Statement of Revenue, Expenses, and Changes in Fund Net Assets
For the Year Ended June 30, 2002**

	Business-type Activities - Enterprise Funds		
	Consolidated Codes Enforcement Fund	Oakville Health Care Center	Corrections Center Fund
Operating revenues			
Patient charges, net	\$ ---	\$ 12,918,925	\$ ---
Federal revenue	---	---	26,200
State revenue	---	---	38,160,570
Permits and fees	7,428,714	---	892,470
Premium income	---	---	---
Charges for services	---	---	---
Total operating revenues	<u>7,428,714</u>	<u>12,918,925</u>	<u>39,079,240</u>
Operating expenses			
Nursing services	---	7,830,230	---
Other professional services	---	238,917	4,204,720
General services	---	4,335,114	32,194,396
Fiscal and administrative services	6,306,239	2,307,867	6,775,975
Cost of services	---	---	---
Depreciation	416,116	386,646	897,298
Total operating expenses	<u>6,722,355</u>	<u>15,098,774</u>	<u>44,072,389</u>
Operating income (loss)	706,359	(2,179,849)	(4,993,149)
Nonoperating revenues (expenses):			
Interest income	317,677	---	---
Interest expense	---	(31,920)	---
Loss on disposal of capital assets	---	(156,924)	---
Other expense	---	---	---
Income (loss) before operating transfers	1,024,036	(2,368,693)	(4,993,149)
Operating transfers in	---	2,325,869	8,122,052
Operating transfers out	<u>(954,213)</u>	<u>(953)</u>	<u>(3,844,466)</u>
Net income (loss)	<u>69,823</u>	<u>(43,777)</u>	<u>(715,563)</u>
Net Assets			
July 1, 2001, as restated	<u>13,570,340</u>	<u>3,652,717</u>	<u>21,516,595</u>
June 30, 2002	<u>\$ 13,640,163</u>	<u>\$ 3,608,940</u>	<u>\$ 20,801,032</u>

The accompanying notes to the financial statements are an integral part of this statement

Business-type Activities - Enterprise Funds		Governmental Activities- Internal Service Funds
Other Proprietary Funds	Total	
\$ 711,013	\$ 13,629,938	\$ ---
---	26,200	---
51,920	38,212,490	---
12,159,617	20,480,801	---
---	---	62,744,241
---	---	8,226,896
12,922,550	72,349,429	70,971,137
1,306,356	9,136,586	---
8,288	4,451,925	---
11,234,839	47,764,349	---
187,643	15,577,724	5,475,819
---	---	66,580,506
235,229	1,935,289	182,302
12,972,355	78,865,873	72,238,627
(49,805)	(6,516,444)	(1,267,490)
---	317,677	73,604
---	(31,920)	---
---	(156,924)	---
(1,045,798)	(1,045,798)	---
(1,095,603)	(7,433,409)	(1,193,886)
1,118,703	11,566,624	2,090,000
(601,500)	(5,401,132)	(543,257)
(578,400)	(1,267,917)	352,857
2,344,700	41,084,352	(5,362,462)
\$ 1,766,300	\$ 39,816,435	\$ (5,009,605)

Proprietary Funds

Statement of Cash Flows
For the Year Ended June 30, 2002

	Business-type Activities - Enterprise Funds		
	Consolidated Codes Enforcement Fund	Oakville Health Care Center	Corrections Center Fund
Cash flows from operations:			
Receipts from customers	\$ 7,414,603	\$ 12,649,400	\$ 29,180,203
Premiums received	---	---	---
Cash payments to suppliers	(548,125)	(3,364,198)	(10,829,265)
Cash payments to employees	(5,951,367)	(11,187,939)	(32,003,290)
Claims paid	---	---	---
Net cash provided by (used in) operating activities	915,111	(1,902,737)	(13,652,352)
Cash flows from noncapital financing activities:			
Deposit held in trust	(49,539)	---	---
Transfers from other funds	---	2,325,869	8,122,052
Transfers to other funds	(954,213)	(953)	(3,844,466)
Advances from other funds	---	---	9,451,641
Payments to other funds	---	(287,584)	---
Payments from other funds	---	---	---
Net cash provided by (used in) noncapital financing activities	(1,003,752)	2,037,332	13,729,227
Cash flows from capital and related financing activities:			
Acquisition of capital assets	---	---	(76,875)
Net cash used in capital and related financing activities	---	---	(76,875)
Cash flows from investing activities:			
Interest income	317,677	---	---
Net cash provided by (used in) investing activities	317,677	---	---
Net decrease in cash and cash equivalents	229,036	134,595	---
Cash and cash equivalents, July 1, 2001	11,486,827	500	---
Cash and cash equivalents, June 30, 2002	\$ 11,715,863	\$ 135,095	\$ ---

The accompanying notes to the financial statements are an integral part of this statement.

Business-type Activities - Enterprise Funds		Governmental
Other Proprietary	Total	Activities-
Funds		Internal
		Service Funds
\$ 12,477,093	\$ 61,721,299	\$ 8,244,648
---	---	67,550,449
(2,815,372)	(17,556,960)	(9,167,120)
(10,647,735)	(59,790,331)	(2,160,414)
---	---	(58,686,734)
(986,014)	(15,625,992)	5,780,829
---	(49,539)	---
1,118,703	11,566,624	---
(601,500)	(5,401,132)	---
126,156	9,577,797	---
---	(287,584)	2,090,000
362,740	362,740	(543,257)
1,006,099	15,768,906	1,546,743
(20,585)	(97,460)	(55,762)
(20,585)	(97,460)	(55,762)
---	317,677	73,604
---	317,677	73,604
(500)	363,131	7,345,414
500	11,487,827	14,252,937
\$ ---	\$ 11,850,958	\$ 21,598,351
		(continued)

Proprietary Funds

Statement of Cash Flows (continued)
For the Year Ended June 30, 2002

	Business-type Activities - Enterprise Funds		
	<u>Consolidated Codes Enforcement Fund</u>	<u>Oakville Health Care Center</u>	<u>Corrections Center Fund</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating Income (loss)	\$ 706,359	\$ (2,179,849)	\$ (4,993,149)
Adjustments			
Depreciation	416,116	386,646	897,298
Changes in assets and liabilities			
Accounts payable and accrued liabilities	12,645	187,105	151,433
Sick and annual leave payable	(205,894)	108,536	---
Deferred revenue	---	---	---
Due from other governmental entities	---	---	---
Insurance claims payable	---	---	---
Inventories	---	8,734	191,105
Prepaid Insurance	---	(5,451)	---
Accounts receivable	(14,115)	(410,256)	(9,899,039)
Due from other funds	---	---	---
Memorial fund	---	1,798	---
Total adjustments	<u>208,752</u>	<u>277,112</u>	<u>(8,659,203)</u>
Net cash provided by (used in) operating activities	<u>\$ 915,111</u>	<u>\$ (1,902,737)</u>	<u>\$ (13,652,352)</u>
Noncash investing, capital , and Financing activities:			
Contributions of capital assets from government	\$ ---	\$ ---	\$ 23,935,440
Contribution of sick and annual leave payable liability from government	---	---	2,418,845

The accompanying notes to the financial statements are an integral part of this statement.

<u>Business-type Activities - Enterprise Funds</u>		Governmental
<u>Other Proprietary</u>	<u>Total</u>	<u>Activities-</u>
<u>Funds</u>		<u>Internal</u>
		<u>Service Funds</u>
<u>\$ (49,805)</u>	<u>\$ (6,516,444)</u>	<u>\$ (1,267,490)</u>
235,229	1,935,289	182,302
(338,468)	12,715	(219,239)
(438,192)	(535,550)	(31,407)
---	---	1,405,763
---	---	(60,236)
---	---	2,233,080
47,153	246,992	59,621
5,451	---	---
(445,459)	(10,768,869)	(495,990)
---	---	3,974,425
<u>(1,923)</u>	<u>(125)</u>	<u>---</u>
<u>(936,209)</u>	<u>(9,109,548)</u>	<u>7,048,319</u>
<u>\$ (986,014)</u>	<u>\$ (15,625,992)</u>	<u>\$ 5,780,829</u>
\$ 2,198,764	\$ 26,134,204	\$ ---
899,963	3,318,808	---

Fiduciary Funds

**Statement of Fiduciary Net Assets
June 30, 2002**

	Shelby County Retirement System	Constitutional Officers Agency Fund
Assets		
Cash and cash equivalents	\$ 70,431,023	\$ 53,948,851
Accounts receivable	3,508,774	495,004
Due from brokers - investment sales	9,172,312	---
Investments	644,853,322	---
Total Assets	\$ 727,965,431	\$ 54,443,855
Liabilities		
Accounts payable	\$ 870,696	\$ 9,520
Deposits held in trust	---	38,755,676
Due to brokers and others	29,507,629	---
Due to other governmental entities	---	15,678,659
Total Liabilities	30,378,325	\$ 54,443,855
Net assets held in trust for pension benefits	697,587,106	
Total Net Plan Assets	697,587,106	
Total liabilities and net plan assets	\$ 727,965,431	

The notes to the financial statements are an integral part of this statement

**Statement of Changes in Fiduciary Net Assets
For the Year Ended June 30, 2002**

	<u>Shelby County Retirement System</u>
Additions:	
Contributions:	
Employer contributions	\$ 12,313,480
Member contributions	<u>2,545,056</u>
Total contributions:	14,858,536
Investment income:	
Net depreciation in fair value of investments	(47,998,450)
Interest and dividend income	<u>21,557,165</u>
	(26,441,285)
Less investment management expenses	<u>3,105,129</u>
Net investment income	<u>(29,546,414)</u>
Total additions:	(14,687,878)
Deductions:	
Benefit payments	32,798,606
Administrative expenses	1,283,689
Refund of member contributions	<u>560,751</u>
Total deductions:	<u>34,643,046</u>
Net increase (decrease)	(49,330,924)
Net assets held in trust for pension benefits	
July 1, 2001	<u>746,918,030</u>
June 30, 2002	<u><u>\$ 697,587,106</u></u>

The notes to the financial statements are an integral part of this statement

Combining Statement of Net Assets
June 30, 2002

	Shelby County Health Care Corporation	Board of Education	Nonmajor Component Units	Total
Assets				
Cash and cash equivalents	\$ 20,876,774	\$ 5,720,407	\$ 2,662,304	\$ 29,259,485
Investments	12,143,292	56,842,122	4,108,483	73,093,897
Restricted Investments	1,564,132	---	---	1,564,132
Receivables	50,362,968	8,216,628	678,045	59,257,641
Due from primary government	1,880,555	8,610,934	---	10,491,489
Inventories	2,803,597	2,353,831	---	5,157,428
Prepaid expenses	156,208	---	21,157	177,365
Capital lease receivable	684,429	---	---	684,429
Capital assets, net	75,499,246	370,117,652	2,249,266	447,866,164
Total Assets	\$ 165,971,201	\$ 451,861,574	\$ 9,719,255	\$ 627,552,030
Liabilities				
Accounts payable and accrued expense	\$ 27,115,081	\$ 24,313,564	\$ 264,308	\$ 51,692,953
Deferred revenue	---	255,937	93,657	349,594
Due to primary government	5,441,563	---	511,074	5,952,637
Notes payable	---	---	120,000	120,000
Long-term liabilities				
Due within one year	6,557,145	---	484,208	7,041,353
Due in more than one year	10,438,548	---	---	10,438,548
Total Liabilities	49,552,337	24,569,501	1,473,247	75,595,085
Net Assets				
Invested in capital assets, net of related debt	69,419,840	370,117,652	1,660,118	441,197,610
Restricted for:				
Education	---	5,945,982	---	5,945,982
Building construction	1,000,000	---	---	1,000,000
Scholarships	343,403	---	---	343,403
Unrestricted	45,655,621	51,228,439	6,585,890	103,469,950
Total Net Assets	116,418,864	427,292,073	8,246,008	551,956,945
Total Liabilities and Net Assets	\$ 165,971,201	\$ 451,861,574	\$ 9,719,255	\$ 627,552,030

The notes to the financial statements are an integral part of this statement.

**Combining Statement of Activities
For the Year Ended June 30, 2002**

		Program Revenues		
		Charges for	Operating	Capital
	Expenses	Services	Grants and	Grants and
			Contributions	Contributions
Board of Education				
Instruction programs	\$ 170,568,925	\$ ---	\$ 130,800,610	\$ ---
Support services	19,572,081	---	---	---
Contracted health services	301,573	---	---	---
General administration	21,381,197	---	---	---
Operation of plant	18,082,690	---	---	---
Maintenance of plant	6,819,882	---	---	---
Student transportation	7,990,504	---	---	---
Food services	19,577,994	---	14,493,602	---
Student activities	8,122,117	---	10,044,836	---
Total Board of Education	<u>272,416,963</u>	<u>---</u>	<u>155,339,048</u>	<u>---</u>
Shelby County Health Care Corporation				
Hospital	282,978,535	234,693,785	10,117,831	1,000,000
Nonmajor component units	4,200,781	4,825,019	---	---
Total component units	<u>\$ 559,596,279</u>	<u>\$ 239,518,804</u>	<u>\$ 165,456,879</u>	<u>\$ 1,000,000</u>

General revenues:

Shelby County

Local sales tax

Other sources

Grants and contributions not restricted to specific programs

Unrestricted investment earnings

Total general revenues

Changes in net assets

Net assets - June 30, 2001

Net assets - June 30, 2002

The notes to the financial statements are an integral part of this statement

Net (Expenses) Revenue and Changes in Net Assets			
Board of Education	Shelby County Health Care Corporation	Nonmajor Component Units	Total Component Units
\$ (39,768,315)	\$ ---	\$ ---	\$ (39,768,315)
(19,572,081)	---	---	(19,572,081)
(301,573)	---	---	(301,573)
(21,381,197)	---	---	(21,381,197)
(18,082,690)	---	---	(18,082,690)
(6,819,882)	---	---	(6,819,882)
(7,990,504)	---	---	(7,990,504)
(5,084,392)	---	---	(5,084,392)
1,922,719	---	---	1,922,719
<u>(117,077,915)</u>	<u>---</u>	<u>---</u>	<u>(117,077,915)</u>
---	(37,166,919)	---	(37,166,919)
---	---	624,238	624,238
<u>(117,077,915)</u>	<u>(37,166,919)</u>	<u>624,238</u>	<u>(153,620,596)</u>
113,738,324	27,111,884	---	140,850,208
34,076,731	---	---	34,076,731
2,008,047	---	---	2,008,047
575,737	---	---	575,737
963,035	2,919,613	260,736	4,143,384
<u>151,361,874</u>	<u>30,031,497</u>	<u>260,736</u>	<u>181,654,107</u>
34,283,959	(7,135,422)	884,974	28,033,511
393,008,114	123,554,286	7,361,034	523,923,434
<u>\$ 427,292,073</u>	<u>\$ 116,418,864</u>	<u>\$ 8,246,008</u>	<u>\$ 551,956,945</u>

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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**(A) Reporting Entity**

Shelby County, Tennessee (the County) is governed by an elected mayor and a thirteen member Board of Commissioners. As required by generally accepted accounting principles, these financial statements present the County (the primary government) and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of a government's operations. The County has no blended component units. Each discretely presented component unit is reported in a separate column in the combining component unit financial statements (see notes below for descriptions) with combined totals in government-wide financial statements to emphasize that they are legally separate from the government. Each discretely presented component unit has a June 30 year end. Except as disclosed in specific notes, the significant accounting policies followed by component units are the same as those followed by the primary government.

Discretely Presented Component Units:***Major Component Units***

Shelby County Board of Education (the Board of Education) – The Board of Education is fiscally dependent on the County which levies taxes for the Board's operation and issues debt for its capital projects. The operations of the Shelby County Board of Education are reported as a governmental component unit. The financial statements for the Shelby County Board of Education can be obtained from Shelby County Board of Education, 160 South Hollywood, Memphis, Tennessee 38112, (901) 321-2500.

Shelby County Health Care Corporation (the Med) -- The County Mayor appoints the Med Board of Directors and substantial funding is provided by the County. The Med is reported as a proprietary component unit. The financial statements for the Med can be obtained from Shelby County Health Care Corporation, C/O Regional Medical Center at Memphis, 877 Jefferson Avenue, Memphis, Tennessee 38103, (901) 545-8234.

Other Component Units

Agricenter International, Inc. – The County Mayor appoints the members of the Agricenter Commission and substantial funding is provided by the County. Agricenter International, Inc. is reported as a proprietary component unit. The financial statements for Agricenter International, Inc. can be obtained from Agricenter International, Inc., 7777 Walnut Grove Road, Memphis, Tennessee 38120, (901) 757-7777.

Emergency Communications District of Shelby County, Tennessee (the District) – The District was established in 1984, pursuant to the provisions of Chapter 867 of the Public Acts of 1984 of the State of Tennessee. The District is responsible for establishing local emergency telephone service and a primary emergency telephone number for the residents of Shelby County. The District is governed by a nine-member board of directors, appointed by the County Mayor and approved by the County Board of Commissioners. The District's board has the authority to levy an emergency telephone service charge to be used to fund the operation of the District. The District must obtain County Commission approval before the issuance of most debt and the County Commission has the ability to adjust the District's service charges. The Emergency Communications District is reported as a proprietary component unit. The financial statements for the District can be obtained from Emergency Communications District of Shelby County, Tennessee, 1835 Union Ave. Suite 104, Memphis, Tennessee 38104, (901) 276-4911.

(B) Governmental Accounting Standards Board Statement No. 34 (GASB #34)

GASB #34, Basic Financial Statements and Management Discussion and Analysis- for State and Local Governments was implemented for the year ended June 30, 2002. The statement substantially changes the financial reporting of state and local governments, including the requirement of government-wide financial statements. This statement also requires the reporting of infrastructure (roads, bridges, etc.) as an asset beginning July 1, 2001. Retroactive reporting of infrastructure assets is not required until the County's fiscal year ending June 30, 2006. As such, infrastructure assets acquired during the year ended June 30, 2002 are included in this report but, infrastructure assets acquired prior to July 1, 2001 are not included.

See note IV(A) regarding reclassifications of funds and restatements of fund balance/net assets in conjunction with implementing GASB #34.

(C) Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of the interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Similarly, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

(D) Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to

pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, gross receipt taxes, sales taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The County reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Debt Service Fund* accounts for the accumulation of resources for and the payment of principal, interest and related costs on long-term general obligation debt of governmental funds.

The *Capital Projects Fund* accounts for the acquisition and construction of major capital facilities and equipment. The primary funding source is bond proceeds.

The *Education Fund* accounts for tax collections allocated for school operations.

The *Grants Fund* accounts for the receipt and expenditure of federal, state and local government grants and designated contributions to be used for approved programs.

The County reports the following major proprietary funds:

The *Consolidated Codes Enforcement Fund* accounts for the operations of the Memphis and Shelby County Office of Construction Codes Enforcement. Revenues are generated through permit and inspection fees charged by the office.

The *Oakville Health Care Center Fund* accounts for the operations of in-patient nursing facilities. Revenues are generated from patient charges and reimbursement providers.

The *Corrections Center Fund* accounts for the operations of the Shelby County Corrections Center. Approximately 80% of the population at this facility are State prisoners. For State prisoners, the State reimburses the County's actual cost per prisoner day, including depreciation expense and indirect costs.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The County has elected not to follow subsequent private-sector guidance.

Additionally, the County reports the following fund types:

Internal Service Funds account for telecommunications, mail services, printing, fleet services, group health and life insurance, other employer insurance, and tort liability insurance provided to other departments and agencies of the County, or to other governments on a cost reimbursement basis.

The *Pension Trust Fund* accounts for the activities of the County's retirement plan, which accumulates resources for pension payments to employees.

Agency Funds account for assets held by the County in an agent capacity.

The effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Similarly, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the government's internal service funds are charges to customers for sales, services, and insurance. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

(E) Assets, Liabilities, and Equity

Deposits and Investments

Cash and cash equivalents include cash on hand, amounts on deposit with the Shelby County Trustee, demand deposits, savings accounts and temporary investments. The County considers repurchase agreements and temporary investments purchased with an original maturity of three months or less at the time of purchase to be cash equivalents. The County pools substantially all of its cash and cash equivalents. Each fund participating in the cash and cash equivalents pool owns a pro rata share in the pool. Investment earnings of the pool are allocated monthly to each fund based upon average balances.

Investments of the government, as well as its component units are stated at fair value. Fair value is based on quoted market prices, if available, or estimated using quoted market prices for similar securities. The State Local Government Investment Pool operates in accordance with state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables

Property taxes are recorded as revenues in the fiscal year of the levy. Property taxes based on property values during the current fiscal year but levied for the next fiscal year are recorded as receivables and deferred revenue. Property tax

June 30, 2002

refunds payable are shown separately as a liability. Allowances for doubtful accounts are maintained for receivables which historically experience uncollectible accounts.

Inventories and Prepaid Items

Inventories are valued at cost on a first-in/first-out (FIFO) method.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost greater than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at fair market value at the date of donation. Infrastructure assets do not include such assets acquired prior to July 1, 2001.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	10
Buildings	40
Equipment	3-10
Infrastructure	50

Deferred Revenue

Deferred revenue represent amounts that were receivable and measurable at June 30, 2002 but were not available to finance expenditures for the year ended June 30, 2002. Deferred revenues primarily include unearned or unavailable revenues from property taxes, operating subsidies received in advance, and notes receivable.

Claims and Judgments

Claims and judgments which can be reasonably estimated and could result in probable material losses to the County have been given proper recognition under U.S. generally accepted accounting principles. For governmental funds and similar fund types, the liability is recognized within the applicable fund if it is expected to be liquidated with expendable, available financial resources. All other material unpaid claims and judgments are recorded as a liability in the Governmental Activities of the Primary Government. In Proprietary and similar fund types, probable and measurable loss contingencies are recorded as incurred within the applicable fund.

Landfill Postclosure Care Costs

State and Federal laws and regulations require the County to perform certain maintenance and monitoring functions for thirty years after closure of its landfill sites. The \$3.75 million reported as postclosure care liability at June 30, 2002 represents the estimated postclosure care costs that have not been paid for the Walnut Grove and Shake Rag Road Landfills. The estimate is based on what it would cost to perform all postclosure care as of the end of FY02. Actual future costs may differ due to inflation, changes in technology, or changes in regulations. The landfills have been closed and the County has no landfills currently in operation. No County assets are restricted for landfill closure costs, however the County has entered into a surety contract in lieu of performance bond as a commitment to comply with the terms set forth in its 30 year post-closure maintenance plan for the Shake Rag Road Landfill. This surety contract is with the State of Tennessee under the State's cooperative agreement with the Environmental Protection Agency (EPA). There is no surety contract pertaining to Walnut Grove Landfill.

Compensated Absences

County employees are granted sick and annual leave in varying amounts in accordance with administrative policies and union contracts. Accumulated vacation days are required to be used annually, with a maximum accumulation of one and one-half times the amount of leave an employee can earn in a year. In the event of termination or retirement, the employees are reimbursed for accumulated vacation days. Generally, employees are reimbursed for accumulated sick leave, not to exceed the lesser of 75 days or \$5,772, only upon retirement. Certain exceptions to this policy occur in accordance with the terms of various union contracts.

All sick and annual pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is not reported in governmental funds.

Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Interest Rate Swaps

Shelby County has entered into several interest rate swap agreements to modify interest rates on outstanding debt. Amounts received to enter swap agreements are recorded as revenue in the Debt Service Fund. In the government-wide

financial statements, such amounts are amortized over the life of the swap agreement. These agreements provide for net interest payments to or from the County which are also recorded in the Debt Service Fund.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

(A) Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$1,296,837,317 are as follows:

Bonds payable	\$ 1,251,790,508
Net premium on bonds issued	2,437,553
Deferred interest rate swap proceeds	2,921,742
Accrued interest payable	13,397,835
Claims and judgments	6,100,000
Compensated absences	16,443,878
Landfill post-closure	<u>3,745,801</u>
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at net assets – governmental activities	<u>\$ 1,296,837,317</u>

(B) Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this \$24,065,331 difference are as follows:

Capital Outlay	\$ 26,855,988
Developer Contributions	6,092,830
Depreciation expense	<u>(8,883,497)</u>
Net adjustment to increase <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	<u>\$ 24,065,331</u>

June 30, 2002

Another element of that reconciliation states that “the issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while repayments of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$124,245,238 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ 157,750,000
Premium on debt issued, net of issuance costs and amortization	2,437,553
Accretion of zero coupon bonds	5,231,184
Change in accrued interest expense	1,119,845
Principal repayments:	
General obligation Debt	<u>(44,125,000)</u>
Net adjustment to decrease <i>net changes in fund balances – total</i>	
<i>governmental funds to arrive at changes in net assets of governmental activities</i>	<u>\$ 122,413,582</u>

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

(A) Budgetary Information

The revenues and expenditures accounted for in each of the General Fund, Special Revenue Funds and Debt Service Fund have legally adopted budgets and are controlled by a formal integrated budgetary accounting system in accordance with various legal requirements that govern County operations. The County Board of Commissioners approves and appropriates the budgets for these funds annually.

Expenditures may not exceed appropriations by line item at the department level. The County Mayor is authorized to transfer budgeted amounts between line items of the same category (personnel related versus all other types of expenditures) of the same division (group of departments). Any adjustments that create a new line item, increase the total budget, or require transfers between divisions or categories must be approved by the County Board of Commissioners. The reported budgetary data has been revised for amendments authorized during the year and thereafter.

All funds requiring legally adopted budgets have budgets which are adopted on a basis consistent with U.S. generally accepted accounting principles. All annual appropriations lapse at fiscal year end. Project-length financial plans are adopted for all capital projects funds. Encumbrances represent commitments related to unperformed purchase orders, contracts, or other commitments for goods or services. Encumbrance accounting -- under which purchase orders, contracts, and other commitments for future expenditures of funds are recorded in order to reserve that portion of the applicable appropriation -- is utilized in the governmental funds during the year to facilitate effective budgetary control. Encumbrances outstanding at year end are reported as reservations of the applicable fund balances, but do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

(B) Deficit Fund Equity

The deficit in the Capital Projects Fund of \$233,964,662 results from the use of short-term debt (notes payable of \$239,300,000 as of June 30, 2002) to fund capital projects, and delaying bond issues until the proceeds are needed to fund actual expenditures. The following Internal Service Funds have deficit net assets at June 30, 2002:

Group Hospital Insurance Fund	\$ (3,494,623)
Employer Insurance Fund	(5,692,920)

The deficit retained earnings of the Group Hospital Insurance Fund is ultimately the responsibility of the various funds (and their employees) participating in the employee group health plan. Premiums are increased annually in June and additional cost containment measures have been implemented. The deficit was reduced by \$1,441,201 during the fiscal year.

The Employer Insurance Fund incurred long-term claims in fiscal 2001, which will be funded on a current basis. The long-term portion of these claims was \$5,888,703 at June 30, 2002.

IV. DETAILED NOTES ON ALL FUNDS**(A) Reclassification of Funds and Restatement of Fund Balance/Net Assets**

In conjunction with the implementation of Governmental Accounting Standards Board Statement Number 34 (GASB 34), the following changes in fund classification were made as of July 1, 2001:

- The Fire Department and the Corrections Division, which had been reported as a part of the General Fund became the Fire Services Fund and the Corrections Services Fund, respectively, which are enterprise funds. The applicable fixed assets, which had been reported in the general fixed asset account group were recorded in the enterprise fund as fixed assets at their original cost less accumulated depreciation. Sick and annual leave payable, which had been reported in the general long-term debt account group, was recorded in the enterprise fund. These reclassifications did not affect fund equity of the General Fund. Fund equity of the two enterprise funds as of July 1, 2001 is:

	<u>Fire Services Fund</u>	<u>Correction Services Fund</u>
Fixed assets at cost	\$ 4,783,859	\$ 32,665,902
Accumulated depreciation	(2,585,095)	(8,730,393)
Sick and annual leave payable	(899,863)	(2,418,914)
Total Fund Equity, July 1, 2001	<u>\$ 1,298,901</u>	<u>\$ 21,516,595</u>

June 30, 2002

- The Property Preservation Fund was reclassified from a special revenue fund to being part of the General Fund. The effect on previously reported fund equity is:

	<u>General Fund</u>	<u>Property Preservation Fund</u>
Fund Balance at June 30, 2001	\$ 39,250,082	\$ 2,300,571
Reclassification	<u>2,300,571</u>	<u>(2,300,571)</u>
Fund Balance at July 1, 2001	<u>\$ 41,550,653</u>	<u>\$ ---</u>

- The Fleet Services Fund, an internal service fund, was combined with the Central Services Fund, also an internal service fund, increasing the net assets of the Central Services Fund by \$280,865 to \$1,473,639.
- The On-the-Job-Injury Fund and the Unemployment Compensation Fund, both internal services funds were combined as the Employer Insurance Fund. Net assets of the Employer Insurance Fund as of July 1, 2001 is:

On-the-Job-Injury Fund	(\$ 4,730,515)
Unemployment Compensation Fund	<u>573,854</u>
Employer Insurance Fund	<u>(\$ 4,156,661)</u>

- The Housing Development Fund, a nonexpendable trust fund, was reclassified into the Grants Fund, a special revenue fund. The effect on previously reported fund equity is:

	<u>Grants Fund</u>	<u>Housing Development Fund</u>
Fund Balance at June 30, 2001	\$ 75,380	\$ 2,718,127
Reclassification	<u>2,718,127</u>	<u>(2,718,127)</u>
Fund Balance at July 1, 2001	<u>\$ 2,793,507</u>	<u>\$ ---</u>

- The 1987 Economic Development Bond Fund and the 1988 Economic Development Bond Fund were reclassified from nonexpendable trust funds to the Debt Service Fund. Fund balance is restated as follows:

	<u>Debt Service Fund</u>	<u>1987 Economic Development Fund</u>	<u>1988 Economic Development Fund</u>
Fund Balance at June 30, 2001	\$ 4,902,416	\$ 2,712,602	\$ 12,297,693
Reclassification	15,010,295	(2,712,602)	(12,297,693)
Defer revenue equal to notes receivable	<u>(14,847,097)</u>	<u>---</u>	<u>---</u>
Fund Balance at July 1, 2001	<u>\$ 5,065,614</u>	<u>\$ ---</u>	<u>\$ ---</u>

- The Performance Bond Fund and the Real Estate Agency Fund previously reported as agency funds became part of the General Fund with no effect on fund equity.

June 30, 2002

- The minimum capitalization amount for fixed assets was increased from \$1,000 to \$5,000 effective July 1, 2001. The balance of governmental fixed assets at July 1, 2001 was reduced by \$20,394,097 to remove items with a value of less than \$5,000.
- Sick and annual leave payable as of July 1, 2001 was decreased by \$7,156,506 to correct the methodology of calculating this liability.

(B) Deposits and Investments

The County utilizes a cash pool and an investment pool that is available for use by all funds, except the Pension Trust Fund. Additionally, separate bank accounts and/or investments are maintained by the County's Constitutional Officers.

Cash and Cash Equivalents:

At June 30, 2002, the carrying amount of the County's deposits with financial institutions required to be collateralized or insured by state law, was \$31,865,036 and the bank balance was \$32,606,175, all of which was insured by federal depository insurance or the State Treasurer's Collateral Pool (Category 1). Statutes require that the securities pledged have a face value of 105% of the deposits being secured. Cash and cash equivalents with a carrying amount of \$70,431,023 and a bank balance of \$71,030,077 are maintained by the Shelby County Retirement System Pension Trust Fund, included in the primary government Trust and Agency Funds. Of the bank balance, \$456,213 was collateralized by securities held by the County or the County's agent in the County's name (Category 1) and \$70,573,864 was uncollateralized (Category 3). These funds are not required by State law to be collateralized or insured.

Cash and cash equivalents of the primary government at June 30, 2002 consisted of:

Governmental and business-type activities:	
County deposits	\$ 31,865,036
State Treasurer's Pool	83,314,824
Fiduciary activities:	
Pension Trust Fund	70,431,023
Constitutional Officers Agency Fund	<u>53,948,851</u>
Total Primary Government	<u>\$ 239,559,734</u>

The County has a multiyear agreement with a financial institution that provides for monthly charges for the various services rendered which is offset by a monthly earnings credit for funds on deposit. The County has an overnight overdraft privilege with this financial institution of up to \$60,000,000. As of June 30, 2002 the County had no borrowings against this overdraft privilege.

At June 30, 2002, the Board of Education, the Med, and the non-major component units had cash and cash equivalents with a combined carrying amount of \$29,259,485 and bank balance of \$35,798,635, of which \$33,389,650 was insured by federal depository insurance or insured by securities held by the component unit or its agent in the component unit's name (Category 1), and \$2,408,985 was uninsured and uncollateralized (Category 3).

Cash equivalents include money market accounts and certificates of deposit. The Med holds cash equivalents reported as other assets which represent restricted use assets under a professional and general liability funding agreement. At June 30,

June 30, 2002

2002 mutual funds with a carrying amount and market value of \$1,464,132 were held for this purpose, and were fully insured or collateralized (Category 1).

Investments:

Investments of the County are accounted for at fair value. Statutes authorize the County to invest in obligations of the U.S. Treasury, obligations guaranteed as to principal and interest by the United States or any of its agencies, certificates of deposit at Tennessee state chartered banks and savings and loan associations and federal chartered banks and savings and loan associations, repurchase agreements utilizing obligations of the United States or its agencies as the underlying securities, commercial paper, and the state pooled investment fund. Statutes also require that securities underlying repurchase agreements must have a market value at least equal to the amount of funds invested in the repurchase transactions.

The Pension Trust Fund is also authorized to invest in common and preferred stocks, bonds rated A or better by Standard & Poors Corporation or Moody's Investors Service, commercial paper rated A-2 or better by Standard & Poors and/or P-2 or better by Moody's, real estate, venture capital investments, co-mingled investment funds, and call option writing programs. Investment parameters for the Pension Trust Fund require that no more than 60% of total investments of the fund be in stock, that corporate bonds be rated A or better, and that no more than 5% of the portfolio be in the real estate and 5% in international equities. No restrictions exist on U.S. Government or Agency issues. The Board of Administration also authorized an investment in a limited partnership.

Investments are categorized below to give an indication of the level of risk assumed by the County at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the County or component units or its agent in the County's or component unit's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the County's or component unit's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent, but not in the County's or component unit's name.

At year end, the Primary Government's investments, all of which are in the Pension Trust Fund, were as follows:

<u>Investment Type</u>	<u>Category 1</u>	<u>Carrying Amount</u>
U.S. government securities	\$ 114,829,194	\$ 114,829,194
Corporate bonds	139,676,564	139,676,564
Common stocks	363,041,117	363,041,117
Total	<u>\$ 617,546,875</u>	<u>617,546,875</u>
Investments not subject to categorization:		
Investment in Collective Trust		23,288,998
Limited partnership interest		<u>4,017,449</u>
Total investments - primary government		<u>\$ 644,853,322</u>

June 30, 2002

At year end, the Component Units' investments were as follows:

<u>Investment Type</u>	<u>Category 1</u>	<u>Carrying Amount</u>
U.S. government securities	\$ 6,452,295	\$ 6,452,295
Repurchase agreements	1,896,297	1,896,297
Total	<u>\$ 8,348,592</u>	<u>8,348,592</u>
Investments subject to deposit categorization:		
Certificates of Deposit		734,968
Investments not subject to categorization:		
Investment in State Treasurer's Pool		56,842,122
Investments in Memphis Managed Care		5,916,053
Investments in Mutual Funds		<u>1,252,162</u>
Total investments – component units		<u>\$ 73,093,897</u>

Certificates of deposit included above with a carrying amount of \$734,968 have original maturities greater than 3 months at the time of purchase and are, therefore, classified as investments. These investments represent deposits with financial institutions and are subject to categorization as such. The related bank balance of \$734,968 was uninsured (Category 3).

(C) Property Taxes Receivable

Property taxes attach an enforceable lien on property on January 1 of each year. The various types of property are assessed at a percentage of market value as follows:

Farm and residential real property	25%
Commercial/industrial real property	40%
Commercial/industrial personal property	30%
Public utilities real/personal property	55%

The assessed value on which the fiscal 2002 tax bills were based was \$15,233,633,424. The estimated market value was \$50,944,337,077, making the overall assessed value 29.9% of the estimated market value. Taxes are due October 1 and delinquent March 1 of the following year. Current tax collections for the year were 93.53% of the tax levy. The property tax levy has no legal limit. The rate, as permitted by Tennessee State law and County charter, is set annually on or after July 1, by the County Board of Commissioners and collected by the County Trustee. The County allocated the property tax per \$100 of the assessed value as follows:

General Fund	\$ 1.25
Debt Service Funds	.51
Boards of Education	<u>2.03</u>
	<u>\$ 3.79</u>

June 30, 2002

Property taxes receivable as of year end, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Special Revenue Funds	Debt Service Funds	Total
Property taxes receivable	\$ 191,308,102	\$ 310,700,938	\$ 78,053,706	\$ 580,062,746
Less allowance for uncollectibles	(6,705,000)	(10,890,000)	(2,735,000)	(20,330,000)
	<u>\$ 184,603,102</u>	<u>\$ 299,810,938</u>	<u>\$ 75,318,706</u>	<u>\$ 559,732,746</u>

Note III(H) includes detail of deferred revenue relating to property taxes.

(D) Notes Receivable

Notes receivable consist of the following:

	Amount	Collateral
<i>General Fund</i>		
Property loans receivable due in various installments At 6.5% interest through 2005	<u>\$ 783,901</u>	Land & Building
<i>Grants Fund</i>		
Mortgage loans receivable due in various installments At 0% to 7.25% interest through 2027	<u>\$ 633,015</u>	Land & Building
<i>Capital Projects Fund</i>		
Mid South Coliseum note due in annual installments of \$21,993 including interest at 6.26% through 2014	\$ 181,780	None
Fire Department Museum note due in five annual installments of \$500,000 plus interest at 6.0% through December 1, 2001	2,500,000	None
Depot Redevelopment note due in annual payments plus semi-annual interest payments through August 1, 2022	4,960,000	None
Peabody Place Parking Garage note due in annual payments plus semi-annual interest payments through June 30, 2024	9,286,771	None
Rock-N-Soul Museum note due in 10 annual installments of \$100,000 plus interest at 5.00% through August 31, 2010	1,000,000	None
Less: Allowance for doubtful accounts	<u>(3,500,000)</u>	
Total Capital Projects Fund	<u>\$ 14,428,551</u>	
<i>Debt Service Fund</i>		
Mortgage loans receivable due in various monthly installments at interest rates ranging from 3.125% to 8.375% through 2020	<u>\$ 13,103,532</u>	Land & Building

In fiscal 2002 an allowance for doubtful accounts was established in the amount of \$2,500,000 for the Fire Department Museum and \$1,000,000 for the Rock-N-Soul Museum.

Note III(H) includes detail of deferred revenue relating to notes receivable. The General Fund and Capital Projects Fund have notes receivable in the amounts of \$373,578 and \$137,496 respectively from the Agricenter Component Unit, which are classified as Due from Component Units for financial statement purposes.

(E) Leases Receivable

The County leases certain real property described as Shelby Place Restaurant ("Butcher Shop of Cordova and Executive Chef"), for the sum of \$150,000 annually, additional rent of 5% of gross sales less taxes after recoupment of base rent and in lieu of tax payments. The term of the lease commenced on March 1, 1993. The first option term of five years is currently in effect and will expire in 2003. There are three additional option terms of five years each available. The rental income is recognized as revenue in the Debt Service Fund.

The County and the City of Memphis jointly lease the real property known as the Memphis Marriott Downtown for an annual rent of \$10 per operating year. The rental income is recognized as revenue in the Debt Service Fund.

Component Units

The Med leases the William F. Bowld facility to the University of Tennessee Center for Health Services for payments equal to The Med's depreciation, interest, and insurance costs expiring in 2016.

Agricenter International, Inc.'s future minimum lease revenues under noncancelable operating leases total \$3,158,384.

June 30, 2002

(F) Capital Assets

Capital asset activity for the year ended June 30, 2002 is detailed below. Beginning balances have been restated as described in Note IV(A).

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 9,248,230	\$ 456,599	\$ ---	\$ 9,704,829
Construction in progress	24,253,327	22,660,532	(7,929,556)	38,984,303
Total not being depreciated	<u>33,501,557</u>	<u>23,117,131</u>	<u>(7,929,556)</u>	<u>48,689,132</u>
Capital assets being depreciated:				
Land Improvements	773,480	278,896	---	1,052,376
Buildings	164,914,472	7,754,970	(44,702)	172,624,740
Equipment	50,160,133	3,890,174	(10,009)	54,040,298
Infrastructure	---	6,092,830	---	6,092,830
Total being depreciated	<u>215,848,085</u>	<u>18,016,870</u>	<u>(54,711)</u>	<u>233,810,244</u>
Less accumulated depreciation:				
Land improvements	278,896	77,538	---	356,434
Buildings	61,314,584	3,811,601	---	65,126,185
Equipment	40,595,931	4,920,998	---	45,516,929
Infrastructure	---	255,642	---	255,642
Total accumulated depreciation	<u>102,189,411</u>	<u>9,065,779</u>	<u>---</u>	<u>111,255,190</u>
Total capital assets being depreciated, net	<u>113,658,674</u>	<u>8,951,091</u>	<u>(54,711)</u>	<u>122,555,054</u>
Governmental activities capital assets, net	<u>\$ 147,160,231</u>	<u>\$ 32,068,222</u>	<u>\$ (7,984,267)</u>	<u>\$ 171,244,186</u>
Business type activities:				
Capital assets being depreciated:				
Land	473,314	---	(173,971)	299,343
Buildings	41,044,746	---	---	41,044,746
Equipment	9,881,107	97,461	---	9,978,568
Total being depreciated	<u>51,399,167</u>	<u>97,461</u>	<u>(173,971)</u>	<u>51,322,657</u>
Less accumulated depreciation:				
Buildings	10,416,838	813,199	---	11,230,037
Equipment	7,791,799	1,061,248	---	8,853,047
Total accumulated depreciation	<u>18,208,637</u>	<u>1,874,447</u>	<u>---</u>	<u>20,083,084</u>
Business-type activities capital assets, net	<u>\$ 33,190,530</u>	<u>\$ (1,776,986)</u>	<u>\$ (173,971)</u>	<u>\$ 31,239,573</u>

June 30, 2002

A summary of governmental capital assets, net and depreciation expense by function follows:

	Capital Assets, Net	Depreciation Expense
Governmental activities:		
General Government	\$ 66,838,677	\$ 2,078,273
Planning & Development	2,264,768	32,203
Public Works	554,267	907,204
Health Services	19,144,054	360,886
Community Services	3,791,179	119,895
Law Enforcement	8,690,626	2,733,841
Judicial	27,048,629	2,504,983
Other Elected Officials	3,927,683	328,494
	<u>132,259,883</u>	<u>9,065,779</u>
Construction in progress	38,984,303	---
Total governmental activities	<u>\$ 171,244,186</u>	<u>\$ 9,065,779</u>

Substantially all general fixed assets purchased are funded from general governmental revenues, exclusive of any grants or other special revenues.

(G) Lease Obligations

Operating Leases

The county leases office space and transportation equipment under operating leases expiring during the next nine years. The following is a schedule by years of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 2002:

Fiscal Year	Primary Government
2003	\$ 1,124,665
2004	958,920
2005	929,183
2006	689,412
2007	334,825
2008	273,925
2009	266,425
2010	266,425
2011	266,425
	<u>\$ 5,110,205</u>

Rent expense for the year ended June 30, 2002 was \$1,181,394 for the primary government and \$14,978 for the component units.

June 30, 2002

(H) Deferred Revenue

Deferred revenues consist of the following:

	General Fund	Debt Service Fund	Education Fund	Grants Fund	Capital Projects Fund	Totals
Unearned:						
Property Taxes receivable	\$ 171,627,500	\$ 70,021,980	\$ 278,731,600	\$ ---	\$ ---	\$ 520,381,080
Grant revenue	---	---	---	8,253,730	---	8,253,730
Other	8,101	307,166	---	---	59,112	374,379
Not Available:						
Property Taxes receivable	11,099,043	4,522,416	18,037,087	---	---	33,658,546
Notes receivable	783,901	13,103,532	---	633,015	14,428,551	28,948,999
Due from Shelby County Health Care Corporation	---	5,441,563	---	---	---	5,441,563
Due from Agricenter	123,578	---	---	---	137,496	261,074
Due from Other Governments	492,627	---	---	---	---	492,627
	<u>\$ 184,134,750</u>	<u>\$ 93,396,657</u>	<u>\$ 296,768,687</u>	<u>\$ 8,886,745</u>	<u>\$ 14,625,159</u>	<u>\$ 597,811,998</u>

Internal Service Funds have deferred revenue of \$6,487,546 for unearned premiums. The Board of Education governmental component unit has other deferred revenue of \$255,937 and the Agricenter International proprietary component unit has other deferred revenue of \$93,657.

June 30, 2002

(I) Long-term Liabilities*Changes in long-term liabilities:*

Changes in long-term liabilities during the year were:

	Balance June 30, 2001	Additions	Reductions	Balance June 30, 2002	Due Within One Year
Governmental activities:					
Bonds payable	\$ 1,133,079,324	\$ 183,186,184	\$ (64,475,000)	\$ 1,251,790,508	\$ 49,650,000
Net premium on bonds issued	---	2,572,028	(134,475)	2,437,553	150,000
Deferred swap proceeds	---	5,008,700	(2,086,958)	2,921,742	2,504,350
Claims and judgements	9,100,768	5,000,000	(2,112,065)	11,988,703	---
Landfill postclosure care costs	3,765,445	---	(19,644)	3,745,801	177,074
Sick and annual leave	19,697,345	---	(2,945,442)	16,751,903	9,107,011
Total governmental activities	<u>\$ 1,165,642,882</u>	<u>\$ 195,766,912</u>	<u>\$ (71,773,584)</u>	<u>\$ 1,289,636,210</u>	<u>\$ 61,588,435</u>
Business-type activities:					
Deposits held in trust	507,530	---	(48,980)	458,550	---
Capitalized lease obligations	---	608,328	---	608,328	97,413
Sick and annual leave	4,772,754	---	(83,222)	4,689,532	2,316,958
Total business-type activities	<u>\$ 5,280,284</u>	<u>\$ 608,328</u>	<u>\$ (132,202)</u>	<u>\$ 5,756,410</u>	<u>\$ 2,414,371</u>

Bonds payable additions include \$5,231,184 accretion of zero coupon bonds.

General Obligations Bonds:

These obligations are direct general obligations of the County and are backed by its full faith and credit, and unlimited taxing power of the County and represent borrowings for the following:

General Government	\$ 597,214,274
Education	<u>622,958,087</u>
	1,220,172,361
Accreted value of bonds	<u>31,618,147</u>
	<u>\$ 1,251,790,508</u>

Interest expensed in Debt Service Funds during the fiscal year ended June 30, 2002 was \$52,606,584.

In addition to the General Obligation bonds reported in Long-term Debt there is \$239,300,000 reported in the Capital Projects Funds for the Extendible Municipal Commercial Paper Notes (EMCP) sold and outstanding as of June 30, 2002 (\$149,000,000 for the 2000A EMCP Program and \$90,300,000 for the 2001A EMCP Program).

The County defeased certain bonds by placing the proceeds of the new bonds in irrevocable trusts to provide for all future debt service requirements on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements.

June 30, 2002

In November, 2001, \$20,205,000 in General Obligation Weekly Fixed Rate Refunding Bonds, 2001 Series B were issued to refund specific maturities of the 1991 Series C Public Improvement Bonds, the 1992 Series A School Bonds, the 1992 Series B Refunding Bonds, the 1993 Series A Public Improvement Bonds, and the 1993 Series A School Bonds. The refunding issue has a face value of \$20,205,000. The net proceeds were used to purchase direct obligations of the U.S. Government, which were deposited into an irrevocable trust with an escrow agent. The cash flow from this security was sufficient to provide for future debt service payment on specific maturities of the 1991 Series C Public Improvement Bonds, the 1993 Series A Public Improvement Bonds, and the 1993 Series A School Bonds. The effect of this transaction was to refinance existing debt at a lower rate and generate an economic gain of \$820,997.

In December, 2001, \$157,750,000 in General Obligation Public Improvement and School Bonds, 2001 Series A were issued to refinance all or a portion of the costs of public works projects, including schools, previously financed with the County's Capital Outlay Extendible Municipal Commercial Paper (EMCP) Notes, 1999 Series A, which were retired with the proceeds of the Bonds. The Bonds bear interest at rates ranging from 4.5 percent to 5.0 percent.

In December 2001, the Shelby County Board of Commissioners authorized the issuance of up to \$149,000,000 in Capital Outlay Extendible Municipal Commercial Paper (EMCP) Notes, 2001 Series A Program. The aggregate outstanding principal amount may not exceed \$149,000,000 at any time. The Notes will be issued in anticipation of the County's issuance of certain general obligation bonds and general obligation school bonds in aggregate principal amount not exceeding \$149,000,000 for the purpose of funding various public works and school projects. The general obligation bonds are expected to retire the Notes within two years of the initial issuance of the Notes. The original maturity date will range from 1 to 90 days from the original issue date of each Note. On the original maturity date of a note, the County has the option to extend the maturity date that is 270 days after the date of original issuance of such note. As of June 30, 2002, Shelby County has issued \$90,300,000 in EMCP Notes under this program.

Of the original principal, \$242,445,542 of outstanding bonds that were advance refunded prior to Fiscal Year 2002 are considered defeased at June 30, 2002. Specific defeased maturities are shown on the Supplemental Schedules of General Obligations Bonds.

The County is indebted for serial bonds and capital appreciation bonds and notes and variable bonds with interest rates varying from 3.15% to 6.75%. The County does not accrue interest on bonds payable therefore unmatured interest is recognized as an expenditure when due.

All unmatured interest which is due in future years is disclosed in the table below. The County has no legal debt limit. Debt service requirements for principal and interest in future years, using the actual rate on fixed rate bonds and notes and 4.115% for the 1999 Series A Variable Demand Refunding Bonds, 6.035% for the 2000 Series A General Obligation Weekly Adjustable/Fixed Rate Bonds Refunding, and 5.345% for the 2001 Series A General Obligation Weekly Adjustable/Fixed Rate Bonds Refunding for the variable rate issues, are as follows:

June 30, 2002

Years Ending June 30	Principal	Interest	Total
2003	\$ 49,650,000	\$ 61,417,915	\$ 111,067,915
2004	53,654,138	58,372,169	112,026,307
2005	54,495,007	57,687,865	112,182,872
2006	58,290,753	55,192,575	113,483,328
2007	54,853,182	58,361,643	113,214,825
2008	64,480,650	48,417,993	112,898,643
2009	67,688,150	45,081,122	112,769,272
2010	74,430,000	38,202,326	112,632,326
2011	78,340,000	34,417,412	112,757,412
2012	65,976,807	46,457,676	112,434,483
2013	62,554,649	49,188,780	111,743,429
2014	75,507,657	33,013,827	108,521,484
2015	70,597,794	29,763,385	100,361,179
2016	53,723,077	22,711,758	76,434,835
2017	49,750,497	24,736,468	74,486,965
2018	53,630,000	14,339,499	67,969,499
2019	54,750,000	11,633,811	66,383,811
2020	45,600,000	9,032,250	54,632,250
2021	39,050,000	6,807,250	45,857,250
2022	32,175,000	4,815,625	36,990,625
2023	27,200,000	3,158,125	30,358,125
2024	28,275,000	1,760,625	30,035,625
2025	5,500,000	309,375	5,809,375
	1,220,172,361	714,879,474	1,935,051,835
Accreted value of Bonds	31,618,147	(31,618,147)	---
	<u>\$ 1,251,790,508</u>	<u>\$ 683,261,327</u>	<u>\$ 1,935,051,835</u>

As of June 30, 2002 Shelby County has five interest rate swap agreements.

The following three swaps (the "first," "second," and "third") with JP Morgan-Morgan Guarantee Trust will have Variable Rate Refundings issued contemporaneously with them when the option to exercise the swaps have been given in accordance with the swap confirmations.

The first is a \$21.8 million swap for 10 years with JP Morgan-Morgan Guarantee Trust. Shelby County will pay a fixed rate of 5.345% and will receive a variable rate based on the Municipal Swap Index. The termination date of this swap is March 1, 2011. Payments commenced in FY 2001. This swap was exercised, November, 2000.

The second is for \$16.6 million for 8 years with JP Morgan-Morgan Guarantee Trust. Shelby County will pay a fixed rate of 6.035% and will receive a variable rate based on the Municipal Swap Index. The termination date of this swap is March 1, 2008. Payments commence in FY 2000. This swap was exercised December, 1999.

June 30, 2002

The third is for \$35.8 million for 10 years with JP Morgan-Morgan Guarantee Trust. Shelby County will pay a fixed rate of 5.416% and will receive a variable rate based on the Municipal Swap Index. The termination date of this swap is October 1, 2015. Payments commence in FY 2005. This swap has not been exercised.

The fourth swap was issued contemporaneously with the issuance of the 1999 Series A General Obligation VRDN Refunding Bonds, Shelby County Government entered into a Interest Rate Swap Agreement with Goldman Sachs. Shelby County will pay a fixed interest rate of 4.115% on a notional amount equal to the outstanding principal amount of the 1999 Series A G.O. VRDN Refunding Bonds, and will receive a variable rate equal to the PARS Rate or other variable interest rate. The termination date is April 1, 2020 with the option to terminate early in accordance with the swap confirmation. Payments commenced in FY 1999.

The fifth is \$100 million for 10 years with Goldman Sachs. Shelby County will pay a variable rate based on the Municipal Swap Index and will receive a fixed rate of 4.0%. The termination date of this swap is September 15, 2011 with the option to terminate early in accordance with the swap confirmation. Payments commence in FY 2004.

In September, 2001, Goldman Sachs exercised the option to terminate a \$34 million interest rate swap for 7.5 years with Goldman Sachs. Payments began in FY 2002.

In July, 2002, JP Morgan-Morgan Guarantee Trust exercised the option to terminate a \$75 million swap for 10 years. Payments began in FY 2001.

Only the net difference in interest payments is actually exchanged with Goldman Sachs and JP Morgan-Morgan Guarantee Trust. The notional principal is not exchanged; it is only the basis on which the interest payments are calculated. Shelby County continues to pay interest to the bondholders at the rate provided by the bonds. However, during the term of the swap agreements, the County will effectively pay a fixed or variable rate on the debt.

Claims and judgments:

The County has recognized long-term liabilities for claims and judgments of \$11,988,703 in accordance with its accounting policy explained in Note I(E). The liabilities are based on property damage and personal injury lawsuits arising in the course of operations.

Components Units:

Included in notes payable of the Med at June 30, 2002 are notes payable for leasehold improvements to be repaid in monthly installments at an average interest rate of 14.75% and 16.5%, respectively, with final payment due in June 2004 and notes payable, collateralized by certain computer equipment, to be repaid in monthly installments at an average interest rate of 7% with final payment due in November 2004 amounting to \$56,465 and \$581,378, respectively.

These mature as follows for the years ending June 30:

2003	\$ 481,209
2004	<u>156,634</u>
	<u>\$ 637,843</u>

(J) Interfund Receivables, Payables, and Transfers

Interfund receivables and payables consist of the following:

Due To/From Other Funds:

Receivable Fund	Payable Fund	Amount
General Fund	Corrections Fund	\$ 9,451,643
	Fire Fund	126,156
	Grants Fund	3,792,193
	Sheriff's Narcotics Fund	32,376
	Debt Service Fund	16,350
	Capital Projects Fund	349,846
	Oakville Health Care Center	210,349
Debt Service Fund	Hotel Motel Tax Fund	1,099,518
	Capital Projects Fund	4,205,996
	General Fund	1,172,480
Hotel Motel Tax Fund	General Fund	1,992,257
Car Rental Tax Fund	General Fund	194,282
Board of Education	General Fund	1,172,480
Total		<u>\$ 23,815,926</u>

Due To/From Primary Government and Component units:

Receivable Entity	Payable Entity	Amount
General Fund	Agricenter International Component Unit	\$ 373,578
Board of Education Component Unit	Education Fund	550,934
	Government Activities - Government-wide	5,060,000
	Capital Projects Fund	3,000,000
Debt Service Fund	Shelby County Health Care Corporation	
	Component Unit	5,441,563
Capital Projects Fund	Agricenter International Component Unit	137,496
Shelby County Health Care Corporation		
Component Unit	General Fund	1,880,555
Total		<u>\$ 16,444,126</u>

June 30, 2002

Operating transfers during the year were as follows:

Transfer Out:	Transfer In:	Amount
Capital Projects Fund	Debt Service Fund	\$ 5,375,363
	General Fund	1,203,483
	Roads and Bridges Fund	193,016
	Hotel Motel Tax Fund	240,407
Sheriff Narcotics Fund	Grants Fund	35,633
	General Fund	1,501
General Fund	Roads and Bridges Fund	139,352
	Grants Fund	4,052,930
	Solid Waste Management Fund	203,213
	Oakville Health Care Center	2,325,869
	Shelby County Health Care Center	1,118,703
	Tort Liability Fund	2,090,000
	Debt Service Fund	2,377,475
	Capital Projects Fund	100,000
	Correction Center Fund	8,121,605
Roads and Bridges Fund	General Fund	1,775,000
Grants Fund	General Fund	6,897,710
	Correction Center Fund	447
Debt Service Fund	Capital Projects Fund	1,334,627
	General Fund	209,873
Hotel Motel Tax Fund	Debt Service Fund	6,199,108
		<hr/>
Total Government Fund Types		43,995,315
On the Job Injury Fund	General Fund	170,616
Group Hospital Insurance Fund	General Fund	371,329
Fire Fund	Roads and Bridges Fund	1,500
	General Fund	600,000
Correction Center Fund	Roads and Bridges Fund	14,938
	General Fund	3,700,000
	Grants Fund	129,528
Oakville Health Care Center Fund	Roads and Bridges Fund	953
Central Services Fund	Roads and Bridges Fund	1,312
Consolidated Codes Enforcement Fund	General Fund	954,213
		<hr/>
Total Proprietary Fund Types and Internal Service Funds		5,944,389
		<hr/>
Total All Fund Types		\$ 49,939,704

June 30, 2002

(K) Other Revenue

The other revenue classification is used in the combined, combining, and individual fund financial statements and in the supplemental schedules and statistical section of the comprehensive annual financial report. This category is one of the revenue line items included in the legally adopted budget approved annually by the Board of Commissioners. Certain revenue accounts which are not accurately described by any of the other revenue classifications included in the budget (local taxes, local revenues, state revenue, federal revenue, patient service revenue, elected officials' fees and fines) are classified as other revenue. Other revenue for the year ended June 30, 2002 is detailed below:

	General Fund	Debt Service Funds	Capital Projects Fund	Grant Funds	Other Governmental Funds	Total Governmental Funds
Investment income	\$ 4,206,600	\$ 2,576,845	\$ 1,432,660	\$ 155,604	\$ 305,782	\$ 8,677,491
Interest rate swaps	---	6,826,077	---	---	---	6,826,077
Miscellaneous income	1,223,141	---	46,494	197,527	1,232	1,468,394
Total other revenue	<u>\$ 5,429,741</u>	<u>\$ 9,402,922</u>	<u>\$ 1,479,154</u>	<u>\$ 353,131</u>	<u>\$ 307,014</u>	<u>\$ 16,971,962</u>

(L) Risk Financing and Related Insurance Issues

Shelby County maintains a self-insured Group Hospital Insurance Fund for its active and retired employees and their dependents, funded by participation of both the County and its employees. Incurred but not reported (IBNR) claims liabilities of the Group Hospital Insurance Fund were actuarially determined. This calculation was based on prior years' claims expense and the current year's actual claims incurred. The long term liabilities for IBNR claims are presented at present value.

The schedule below presents the changes in IBNR liabilities for the past two years for the Group Hospital Insurance Fund:

	(in thousands)	
	2002	2001
IBNR claims and claim adjustment liabilities at the beginning of the fiscal year	\$ 9,728	\$ 9,516
Incurred claims and claim adjustment expenses:		
Provision for the insured events of the current fiscal year	56,665	47,227
Increase (decrease) in provision for insured events of prior fiscal years	(1,326)	(871)
Total incurred claims and claim adjustment expenses	55,339	46,356
Payments:		
Claims and claim adjustment expenses attributable to insured events of the current fiscal year	48,530	38,374
Claims and claim adjustment expenses attributable to insured events of prior fiscal years	7,577	7,770
Total Payments	56,107	46,144
IBNR claims and claim adjustment liabilities at the end of the fiscal year	\$ 8,960	\$ 9,728

IBNR claims are included in Insurance Claims Payable.

June 30, 2002

The County maintains a self-insured Tort Liability Fund funded by premiums paid by departments using county vehicles and by an operating transfer from the General Fund. Claims liabilities of the Tort Liability Fund were estimated based on prior years' claims expense, current year's actual claims, and a review of pending litigation through the County Attorney.

The schedule below presents the changes in claims liabilities for the past two years for the Tort Liability Fund:

	<u>2002</u>	<u>2001</u>
Claims and claim adjustment liabilities at the beginning of the fiscal year	\$ 1,300,000	\$ 450,000
Incurred claims and claim adjustment expenses:		
Provision for the insured events of the current fiscal year	1,361,248	1,246,361
Increase (decrease) in provision for insured events of prior fiscal years	<u>922,742</u>	<u>887,396</u>
Total incurred claims and claim adjustment expenses	<u>2,283,990</u>	<u>2,133,757</u>
Payments:		
Claims and claim adjustment expenses attributable to insured events of the current fiscal year	(482,805)	(245,561)
Claims and claim adjustment expenses attributable to insured events of prior fiscal years	<u>(434,732)</u>	<u>(1,038,196)</u>
Total Payments	<u>(917,537)</u>	<u>(1,283,757)</u>
Claims and claim adjustment liabilities at the end of the fiscal year	<u>\$ 2,666,453</u>	<u>\$ 1,300,000</u>

June 30, 2002

The County maintains a self-insured Employer Insurance Fund, for on-the-job injuries and unemployment compensation, funded by premiums paid by County departments based on a percentage of salary costs. Claims liabilities of the Employer Insurance Fund were estimated based on prior year's claims expense and current year's actual claims incurred.

The schedule below presents the changes in claims liabilities for the past two years for the Employer Insurance Fund:

	<u>2002</u>	<u>2001</u>
Claims and claim adjustment liabilities at the beginning of the fiscal year	\$ 7,008,543	\$ 1,015,000
Incurred claims and claim adjustment expenses:		
Provision for the insured events of the current fiscal year	1,671,737	7,607,261
Increase (decrease) in provision for insured events of prior fiscal years	<u>2,593,543</u>	<u>15,319</u>
Total incurred claims and claim adjustment expenses	<u>4,265,280</u>	<u>7,622,580</u>
Payments:		
Claims and claim adjustment expenses attributable to insured events of the current fiscal year	(783,063)	(1,384,243)
Claims and claim adjustment expenses attributable to insured events of prior fiscal years	<u>(1,848,135)</u>	<u>(244,794)</u>
Total Payments	<u>(2,631,198)</u>	<u>(1,629,037)</u>
Claims and claim adjustment liabilities at the end of the fiscal year	<u>\$ 8,642,625</u>	<u>\$ 7,008,543</u>

The County's other insurance fund is the Group Life Insurance Fund which reported expenses of \$2,125,071 for claims incurred for the year ended June 30, 2002.

(M) Contingencies and Commitments

The County has commitments at June 30, 2002, for outstanding purchase orders and outstanding contracts reported as reserves for encumbrances of the governmental funds. In addition, commitments for capital projects total \$56,929,324 as of June 30, 2002. Notes payable have been authorized and are available as needed to fund these capital projects.

During the current year, the County and the City of Memphis entered agreements to bring a National Basketball Association team to Memphis. Under this agreement the County agreed to provide \$12,000,000 for acquisition and construction of the site, infrastructure improvements, site preparation work, facility renovations work, and other similar public improvements. The City of Memphis made the same commitment.

In May 2002, the Memphis and Shelby County Sports Authority (the Sports Authority) issued \$202,290,000 of debt. This debt is to be repaid from several sources, including seat rental fees from ticket sales, sales tax rebate from "eligible sales" (as defined in the closing documents of the \$202,290,000 Memphis and Shelby County Sports Authority, Inc. Revenue Bonds Series A and B), City-wide Hotel/Motel Tax, County-wide Hotel/Motel Tax, and new taxes established for this purpose, including an in lieu of tax on the water facilities of Memphis Light Gas & Water and a car rental tax. A substantial portion of the revenue to repay the debt is not directly related to the existence or performance of the NBA team. A Debt Service Reserve Fund has been established and shall only be used for making payments into the Bond Fund

when the monies in the Bond Fund are insufficient for debt service payments on the \$202,290,000 of debt. If a draw on the Debt Service Reserve Fund is made to make debt service payments on the bonds, then pursuant to an interlocal agreement, the County and the City of Memphis have agreed to replenish such money, equally, from legally available non-ad valorem revenues no later than October 31 of the fiscal year following the date of such deficit.

The Sports Authority is reported as a jointly governed organization consistent with the prior year. The Sports Authority has a December 31 year end. As of December 31, 2001, no activity had occurred to change the County's reporting of the Sports Authority.

(N) Joint Ventures, Jointly Governed Organizations, and Related Organizations

Joint Ventures:

Memphis Cook Convention Center (the Convention Center)

The Convention Center is managed by an eight-member board consisting of four members appointed by the Mayor of the City of Memphis (the City) and confirmed by City Council, and four members appointed by the County Mayor and confirmed by the Board of Commissioners. The board is responsible for reporting the results of operations of the Convention Center semi-annually to both the City and the County. On August 21, 2000, the City and County entered into a contract with a third party to promote, operate, and manage the Convention Center. The term of the contract is a three year period, August 21, 2000 to August 20, 2003, with an optional extension through August 20, 2005. The City and County share equally in the profits of the Convention Center and are responsible for funding any deficit from operations in the same proportion. This obligation is currently funded for both governments from the proceeds of the Hotel Motel Tax. The County does not hold an equity interest in this entity. (The Hotel Motel Tax Fund contributed \$1,785,736 to the operations of the Convention Center during the year ended June 30, 2002.) Financial statements for the Convention Center may be obtained from Memphis Cook Convention Center, 255 N. Main Street, Memphis, Tennessee, 38103.

Mid-South Coliseum (the Coliseum)

The Coliseum is a joint operation between the City and the County. The City and County share in profits or fund any deficits from operations in a ratio of 60% and 40%, respectively. The County does not hold an equity interest in this entity. Financial statements for the Coliseum may be obtained from the Mid-South Coliseum, The Fairgrounds, Memphis, Tennessee, 38104.

Public Building Authority of Memphis and Shelby County (the PBA)

In November 1987, the City and County entered into a joint-venture arrangement creating the PBA, a not-for-profit corporation, for the purpose of constructing the Pyramid. The Pyramid was opened in November, 1991. The PBA has no on-going financial operations and exists solely to hold title to the building. The County does not hold an equity interest in this entity.

On July 1, 1991, the City and County entered into a contract with a third party to manage, operate, market and promote the Pyramid. The term of the contract was for the three year period, July 1, 1991 to June 30, 1994, with a renewal clause for up to three additional five year terms. The current renewal period expires June 30, 2004. In future years the City and County will each appropriate one-half of the necessary funds to sustain operations based upon each government's approval of an operating budget. During the year ended June 30, 2002, neither the City nor the County made contributions to the operating budget of the Pyramid. Excess operating revenue net of management fees and operating expenses, as defined under the management agreement, will be paid to the City and the County upon demand. As

June 30, 2002

provided for in the management agreement, cash in excess of \$500,000 will also be paid to the City and the County upon demand. No excess cash was returned in fiscal year 2002. Financial statements for the PBA may be obtained from the Pyramid Arena, One Auction Street, Memphis, Tennessee, 38105.

Memphis and Shelby County Port Commission (the Port Commission)

The Port Commission, a joint operation between the City and the County, is managed by a seven member board. Three of the board members are appointed by the City and two are appointed by the County. In addition, the commissioner of public service of the City of and the chairman of the board of the County commissioners serve as ex officio members of the board with the right to vote. Excess revenues of the Port Commission are distributed equally to the City and the County. Any deficits of the Port Commission are funded equally by the City and the County. The County does not hold an equity interest in this entity. Financial statements for the Port Commission may be obtained from the Memphis and Shelby County Port Commission, P.O. Box 13142, Memphis, Tennessee, 38113.

The following is a summary of the financial information of the joint ventures, as of, and for the year ended June 30, 2002 (not covered by the report of independent accountants):

	Memphis Cook Convention Center	Mid-South Coliseum	Public Building Authority	Port Commission
Assets	\$ 17,435,612	\$ 1,897,236	\$ 6,310,845	\$ 32,407,954
Liabilities	842,405	643,146	5,319,001	8,144,553
Net assets	16,593,207	1,254,090	991,844	24,263,401
Operating revenues	1,839,592	1,533,450	3,844,037	1,222,369
Operating expenses	3,645,121	2,030,863	4,302,012	2,162,188
Other income	1,999,103	2,156	5,837	142,426
Other expenses	1,909,720	---	---	378,928
Change in net assets	(1,716,146)	(495,257)	(452,138)	(1,176,321)

Jointly Governed Organizations:

The County, in conjunction with the City created the following organizations that are not considered joint ventures as the County and the City do not retain an ongoing financial interest or responsibility.

Airport Authority (the Authority)

The Authority selects management staff, sets user charges, established budgets and controls all aspects of general aviation, airport management and development. Six of the seven board members are appointed by the City Mayor and one by the County Mayor, all for seven year terms.

Memphis and Shelby County Center City Commission (the Commission)

The Commission is an organization responsible for promotion and redevelopment of the Memphis Center City area. Board members (seven) are appointed by the City and the County Mayors, with approval by the City Council and the County Commission, for three year terms.

Memphis Center City Revenue Finance Corporation (the Finance Corporation)

June 30, 2002

The Finance Corporation is a nonprofit corporation established jointly by the City and the County under the laws of the State of Tennessee. The Finance Corporation provides various forms of financial assistance to development projects. The City and County Mayors appoint the Board members (nine), with approval of the City Council and the County Commission, for six year terms.

The Depot Redevelopment Corporation of Memphis and Shelby County was established by the City of Memphis and Shelby County to determine and to establish a reuse plan and management strategy for the Memphis Depot which was closed as a military base by the United States Government.

Industrial Development Board of the City and County of Shelby, Tennessee operates as a nonprofit corporation for the purpose of promoting industrial development in the City and County. Board members (nine) are appointed by the City and the County Mayors, with approval by the City Council and the County Commission, for six year terms.

The Memphis and Shelby County Sports Authority was established to plan, promote, and expand professional and amateur sports in Shelby County. Tennessee law allows sports authorities to receive sales taxes generated by major league sports franchises in their home city.

Related Organizations:

The County appoints a voting majority of the board, but is not financially accountable for the Health, Housing and Education Facilities Board or the Shelby County Housing Authority.

The Med has an investment in Memphis Managed Care (MMC), a TennCare MCO, that pays The Med a fixed per diem for inpatient services and pays for outpatient services on a fee for service basis. For the years ended June 30, 2002 and 2001, The Med recorded gross charges of approximately \$70.0 million and \$53.7 million, respectively, from MMC. At June 30, 2002 and 2001, The Med had receivables of approximately \$4.8 million and \$5.2 million, respectively from MMC.

(O) Deferred Compensation Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all County employees and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The County does not hold the assets in a fiduciary capacity, therefore in accordance with GASB Statement 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans", the plan is not included in the County's June 30, 2002 financial statements.

(P) Other Post – Employment Benefits

In addition to providing pension benefits, the County provides certain health care and life insurance benefits for retired employees in accordance with policy established by the County Board of Commissioners. Substantially all of the County's employees may become eligible for those benefits if they reach normal retirement age while working for the County. The cost of retiree health care and life insurance benefits is recognized as an expenditure as claims are paid. For 2002 the County provided these benefits to 1,840 retirees at a cost of \$7,607,688.

(Q) Pensions**Shelby County Retirement System**

The Shelby County Retirement System (the system), is a single employer defined benefit public employee retirement system (PERS) established by Shelby County, Tennessee, is administered by a board, the majority of whose members are nominated by the Shelby County Mayor, subject to approval by the Shelby County Board of Commissioners. The System issues a publicly available financial report that includes financial statements and required supplemental information. That report may be obtained by writing to the Shelby County Retirement System, Suite 950, 160 N. Main, Memphis, Tennessee 38103 or calling (901) 545-3370.

The County provides office space and certain administrative services at no cost to the System. All other costs to administer the plan are paid from plan earnings.

Substantially all full-time and permanent part-time employees of the County are required, as a condition of employment, to participate in the System.

Prior to 1990, the System consisted of two plans (Plans A and B) which were accounted for as separate funds for financial reporting purposed. In 1990, these plans were legally merged into one reporting entity, whereby total combined assets of the merged plans are available for payment of benefits to participants of either of the two previously existing plans. While the plans were legally merged, the System has retained the membership criteria of the previous plans, which are as follows:

- Plan B, a contributory single employer defined benefit pension plan for employees hired prior to December 1, 1978, and
- Plan A, a non-contributory single employer defined benefit pension plan for employees hired on or after December 1, 1978, and those employees that elected to transfer to Plan A from Plan B before January 1, 1981.

The System benefits and contribution provisions are established by the Shelby County Board of Commissioners. Once becoming a participant, a person will continue to participate as long as he or she is an employee of the County. The System provides retirement, as well as survivor and disability defined benefits.

Effective July 1, 2000, Plan A was amended to include a "25-year and out" plan for Public Safety Employees. After completion of 25 years of service in which 20 years, or at least the last 15 years, is in a public safety position, the participant can retire with 55% of Final Average Earnings regardless of age. The employee must contribute the actuarially determined amount to fund this benefit.

Effective July 1, 2001 the funding method was changed from the aggregate funding method to the projected unit credit funding method, which had been used for disclosure of liabilities. The surplus or deficit under this method will be amortized over 10 years from July 1, 2001 and the funding target will be 103% of actuarial accrued liabilities. The asset method was changed to smooth the market value returns over five years. The cost-of-living assumption for Plan A participants was lowered from 4.0% to 3.5%. The affect of these changes was to reduce the required contribution by \$10,345,867.

Effective January 1, 2002 most disability pension benefits were removed from Plan A and provided through an insurance contract. This plan change lowered the County contribution rate by 1.18% of payroll and reduced the required contribution for this year by \$1,301,349.

Funding Policy

The System's funding policy for employee contribution requirements is established by the Board of Administration of the Shelby County, Tennessee Retirement System (the Board). The System's funding policy for employer contribution requirements is established by the Shelby County Board of Commissioners. For fiscal year 2002, the contribution requirements were based on the actuarially determined contribution amount for the fiscal year ended June 30, 2002 as determined by the actuary as of July 1, 2001.

The County does not receive the actuarial report until several months into the fiscal year to which the report relates. Usually, due to budgetary procedures, the County does not recommend any change to the contribution rate until the following fiscal year.

In accordance with the actuarial valuation as of July 1, 2001, the employer contribution rate required under this method, which would relate to fiscal year 2001, and which was established by the Board of Commissioners during 2001 was 5.54% of covered payroll of participants under Plans A and B. Plan B participants contribute an additional 8.0% of the related payroll expenses, except for employees of Plan B with more than 35 years of service, who are only required to make an 8.0% contribution on the portion of their compensation which exceed their annual compensation at the time they attained 35 years of service. In addition, certain Plan A public safety employees contribute 2.65% of their compensation each year beginning in the year ended June 30, 2002. This resulted in total contributions of \$14,858,536 (\$12,313,480 employer contributions and \$2,545,056 employee contributions).

The significant actuarial assumptions used to compute these actuarially determined contribution requirements are the same as those used to compute the net pension obligation.

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Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 1999	\$ 12,030,550	100%	\$ ---
June 30, 2000	14,611,646	100%	---
June 30, 2001	17,201,861	100%	---
June 30, 2002	12,313,480	100%	---

The annual required contribution for the current year was determined as part of an actuarial valuation at July 1, 2001 using a projected unit credit service pro-rate cost method for both Plan A and Plan B participants. For the fiscal year 2002, the County had an annual pension cost of and contributed \$11,906,895 under Plan A and \$406,585 under Plan B. Employees contributed \$1,844,904 under Plan A and \$700,152 under Plan B. The contributions as a percent of covered payroll were the same as those of the Retirement System.

Actuarial assumptions included (a) projected unit credit service pro-rate cost method; (b) five year smoothed to market asset valuation method; (c) 8.25% rate of investment return; (d) 6.0% projected salary increases, 3.25% attributable to inflation and 2.75% attributable to promotions; and (e) 3.25% annual cost-of-living adjustments, compounded.

Schedule of funding progress:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
06/30/97	\$ 565,177,031	\$ 486,636,477	\$ (78,540,554)	116.1%	\$ 169,109,743	(46.4%)
06/30/98	674,159,712	529,838,594	(144,321,118)	127.2%	175,048,913	(82.4%)
06/30/99	715,457,284	577,497,386	(137,959,898)	123.9%	188,271,742	(73.3%)
06/30/00	740,062,567	613,838,116	(126,224,451)	120.6%	200,325,882	(63.9%)
06/30/01	753,767,893	679,275,060	(74,492,833)	111.0%	218,198,745	(34.1%)
06/30/02	797,091,379	720,839,196	(76,252,183)	110.6%	233,148,476	(32.7%)

Pension plans of the component units:

The primary government does not act in a trustee capacity for the assets of the pension plans of the component units.

*Shelby County Board of Education (the Board of Education)***Plan Description – Teachers**

On behalf of its teachers, the Board of Education contributes to the State Employees, Teachers, and Higher Education Employees Pension Plan (SETHEEPP), a cost-sharing multiple employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). The plan provides retirement benefits as well as death and disability benefits to plan members and their beneficiaries. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at age of 60 with five years service or at any age with 30 years of service. A reduced retirement benefit is available to vested members who are at least 55 years of age or have 25 years of service. Disability benefits are available to active with 5 years of service who become disable and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the plan on or after July 1, 1979 are vested after five years of service and members joining prior to July 1, 1979 were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of the Tennessee Code Annotated (TCA). State statutes are amended by the Tennessee General Assembly. Cost of living adjustments (COLA) are provided each July based on the percentage change in the Consumer Price Index (CPI) during the previous calendar year. No COLA is granted if the CPI increased less than 0.5%. The maximum annual COLA is capped at 3%.

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for the SETHEEPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th Floor Andrew Jackson Building, Nashville, TN 37243-0203 or can be accessed at www.treasury.state.tn.us.

Most teachers are required by state statute to contribute 5.0% of salary to the plan. The Board of Education is required to contribute at an actuarially determined rate. The rate for the fiscal year ending June 30, 2002 was 3.72% of annual covered payroll. The contribution requirements of the Board of Education are established and may be amended by the TCRS Board of Trustees. The Board contributions to TCRS for the years ending June 30, 2002, 2001, and 2000 were \$5,021,174, \$4,784,110, and \$6,626,175, respectively, equal to the required contributions for each year.

Plan Description – Non Teachers

All non-teachers employed by the Board are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by TCRS. The plan provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at age of 60 with five years service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at age 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979 become vested after five years of service and members joining prior to July 1, 1979 were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of the TCA. State statutes are amended by the Tennessee General Assembly. Political subdivisions such as the Board participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to political subdivision unless approved by the chief governing body.

June 30, 2002

The TCRS issues a publicly available financial report that includes financial statements and required supplementary information for PSPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated Retirement System, 10th floor Andrew Jackson Building, Nashville, TN 37243-0230 or can be accessed at www.treasury.state.tn.us.

The plan is contributory, whereby employees contribute 5.0% of earnable compensation, and the employer is responsible for the remaining contribution. Contribution requirements for the Board are established and may be established and may be amended by the TCRS Board of Trustees.

The Board is required to contribute at an actuarially determined rate. The rate for the fiscal year ending June 30, 2002 was 5.62% of annual covered payroll. The contribution requirements of plan members are set by state statute. For the year ending June 30, 2002 the Board's annual pension cost of \$1,959,363 to TCRS was equal to the Board's required and actual contributions.

The required contribution was determined as part of the July 1, 1999 actuarial valuation using the frozen initial liability actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5% a year compounded annually, (b) projected salary increases of 5.5% annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 4.5% annual increase in the social security wage base, and (d) projected post retirement increases of 3.0% annually. The actuarial value of assets was determined using techniques that smooth the effect of short term volatility in the market value of total investments over a five year period. The Board's unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at June 30, 1999 was 16 years. An actuarial valuation will be performed as of July 1, 2001, which will establish subsequent contribution rates. Actuarial assumptions used in this valuation will be determined as of the June 30, 2000 experience study.

Trend Information

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 1999	\$ 1,507,967	100%	\$ ---
June 30, 2000	1,564,701	100%	---
June 30, 2001	1,973,411	100%	---
June 30, 2002	1,959,363	100%	---

June 30, 2002

Schedule of Funding Progress for Shelby County Board of Education:
(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
07/01/99	\$ 59,958	\$ 67,158	\$ 7,200	89.3%	\$ 31,124	23.1%
06/30/97	49,267	52,080	2,813	94.6%	26,303	10.7%
06/30/95	37,750	42,909	5,159	88.0%	21,412	24.1%

Shelby County Health Care Corporation (the Med)

Effective July 1, 1985, the Med established the Regional Medical Center at Memphis Retirement Investment Plan, a defined contribution pension plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate in this plan once they have reached the age of twenty-one and have completed one year of participation service, as defined, and are not participating in any other pension program to which the Med makes contributions. The plan provides for employee contributions of 2% to 6% of their compensation and for equal matching contributions made by the Med. Participants are immediately vested in their contribution plus actual earnings thereon. Participants vest 75% in the employers matching contribution after four years service and 100% after five years. Forfeitures are returned to The Med to reduce future matching contributions. The payroll for employees covered by this plan was approximately \$48,153,738 in 2002. The Med and employees contributed approximately \$2,255,160 and \$2,255,160, respectively, to the Plan for the year ended June 30, 2002.

Financial statements of the Regional Medical Center at Memphis Retirement Investment Plan are available from Shelby County Health Care Corporation, 877 Jefferson Avenue, Memphis, Tennessee 38103.

Emergency Communications District of Shelby County, Tennessee (the District)

Employees of the District are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). The plan provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at age 60 with five years service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at age 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979 become vested after five years of service and members joining prior to July 1, 1979 were vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of the Tennessee Code Annotated (TCA). State statutes are amended by the Tennessee General Assembly. Political subdivisions such as the District participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

The TCRS issues a publicly available financial report that included financial statements and required supplementary information for the PSPP. That report may be obtained by writing to the Tennessee Treasury Department, Consolidated

June 30, 2002

Retirement System, 10th Floor Andrew Jackson Building, Nashville, Tennessee 37243-0230, or can be accessed at www.treasury.state.tn.us.

The District has adopted a noncontributory retirement plan by assuming up to 5% of annual covered payroll.

The District is required to contribute at an actuarially determined rate; the rate for the fiscal year ending June 30, 2002 was 5.15% of annual covered payroll. The contribution requirement of plan members is set by state statute. The contribution requirement for the District is established and may be amended by the TCRS Board of Trustees.

For the year ending June 30, 2002 the District's annual pension cost of \$8,259 to TCRS was equal to its required and actual contributions.

The required contribution was determined as part of the July 1, 1999 actuarial valuation using the frozen initial liability actuarial cost method. Significant actuarial assumptions used in the valuation include (a) rate of return on investment of present and future assets of 7.5% a year compounded annually, (b) projected salary increases of 5.5% annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), (c) projected 4.5% annual increase in the social security wage base, and (d) projected post retirement increases of 3% annually. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of total investments over a five-year period. Unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at July 1, 1999 was 19 years.

Trend Information

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 1999	\$ 2,908	100%	\$ ---
June 30, 2000	2,731	100%	---
June 30, 2001	7,107	100%	---
June 30, 2002	8,259	100%	---

Note: This analysis is shown only for the years available. Additional years will be shown as they become available.

June 30, 2002

Schedule of funding progress for the Emergency Communication District:
(Dollar amounts in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b)-(a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
07/01/01	\$ 306	\$ 306	\$ ---	100.0%	\$ 155	0.0%
07/01/99	255	255	---	100.0%	109	0.0%
06/30/97	209	209	---	100.0%	101	0.0%
06/30/95	160	160	---	100.0%	92	0.0%

An actuarial valuation was performed as of July 1, 2001, which established contribution rates effective July 1, 2002. As a result of the June 30, 2000 experience study, changes were made to two of the significant actuarial assumptions as follows: 1) projected salary increases of 4.75% (graded) annual rate (no explicit assumption is made regarding the portion attributable to the effects of inflation on salaries), and 2) projected 3.5% annual increase in the Social Security wage base.

(R) Subsequent Events

In June, 2002, the Shelby County Board of Commissioners approved the \$95,000,000 2002 Series A Tax Anticipation Note-Commercial Paper Program. While current intentions are that the Tax Anticipation Notes will be paid off on or before June 30, 2003, similar or other financing will be required each year for the foreseeable future.

At June 30, 2002, \$149,000,000 of the 2000 A EMCP (Extendible Municipal Commercial Paper) notes had been issued. As of December 31, 2002, an additional \$2,000,000 has been issued. Also, at June 30, 2002, \$90,300,000 of the 2001 A EMCP notes had been issued. As of December 31, 2002, an additional \$13,000,000 has been issued for capital improvement projects.

Special Revenue Fund

Combining Balance Sheet
June 30, 2002

	Education Fund	Roads and Bridges Fund	Solid Waste Management Fund	Hotel/Motel Tax Fund
Assets				
Cash and cash equivalents	\$ ---	\$ 8,155,357	\$ 55,415	\$ 655,572
Property tax receivable, net of allowance for uncollectibles	299,810,938	---	---	---
Accounts receivable	---	1,625	---	---
Due from other funds	1,172,480	---	---	1,992,257
Due from other governmental entities	---	908,653	---	---
Prepaid items	---	---	---	---
Deposits held by others	---	---	---	---
Notes receivable	---	---	---	---
Total Assets	\$ 300,983,418	\$ 9,065,635	\$ 55,415	\$ 2,647,829
Liabilities				
Accounts payable and accrued liabilities	\$ ---	\$ 96,685	\$ 55,415	\$ 392,520
Property tax refunds payable	2,251,318	---	---	---
Due to other governmental entities	1,412,479	---	---	---
Due to other funds	---	---	---	1,099,518
Due to component units	550,934	---	---	---
Deposits held in trust	---	---	---	---
Deferred revenue	296,768,687	---	---	---
Total Liabilities	300,983,418	96,685	55,415	1,492,038
Fund Balance				
Reserved for encumbrances	---	94,951	53,408	---
Unreserved, undesignated	---	8,873,999	(53,408)	1,155,791
Total Fund Balance	---	8,968,950	---	1,155,791
Total Liabilities and Fund Balance	\$ 300,983,418	\$ 9,065,635	\$ 55,415	\$ 2,647,829

Sheriff Narcotics Fund	Register Data Processing Fund	Car Rental Tax Fund	Grants Fund	Total
\$ 2,090,479	\$ 1,004,112	\$ 250,710	\$ 23,599	\$ 12,235,244
---	---	---	---	299,810,938
13,298	---	---	2,412,440	2,427,363
---	---	194,282	---	3,359,019
---	---	---	14,310,613	15,219,266
---	---	---	45,840	45,840
---	---	---	16,133	16,133
---	---	---	633,015	633,015
<u>\$ 2,103,777</u>	<u>\$ 1,004,112</u>	<u>\$ 444,992</u>	<u>\$ 17,441,640</u>	<u>\$ 333,746,818</u>
\$ 15,881	\$ 166,353	\$ ---	\$ 3,231,956	\$ 3,958,810
---	---	---	---	2,251,318
---	---	444,992	79,904	1,937,375
32,376	---	---	3,792,193	4,924,087
---	---	---	---	550,934
---	---	---	10,261	10,261
---	---	---	8,886,745	305,655,432
48,257	166,353	444,992	16,001,059	319,288,217
267,392	51,720	---	15,075,572	15,543,043
1,788,128	786,039	---	(13,634,991)	(1,870,481)
<u>2,055,520</u>	<u>837,759</u>	<u>---</u>	<u>1,440,581</u>	<u>14,458,601</u>
<u>\$ 2,103,777</u>	<u>\$ 1,004,112</u>	<u>\$ 444,992</u>	<u>\$ 17,441,640</u>	<u>\$ 333,746,818</u>

**Combining Statement of Revenues, Expenses, and Changes in Fund Equity
For the Year Ended June 30, 2002**

	Education Fund	Roads and Bridges Fund	Solid Waste Management Fund	Hotel/Motel Tax Fund
Revenues:				
Local taxes	\$ 301,622,626	\$ 270,441	\$ ---	\$ 9,875,416
Local revenue	---	53,033	26,925	---
State revenue	---	9,468,686	---	3,321,019
Federal revenue	---	---	---	---
Patient service revenue	---	---	---	---
Elected official's fines & fees	---	---	---	---
Other revenue	---	185,039	---	62,202
Total operating revenues	<u>301,622,626</u>	<u>9,977,199</u>	<u>26,925</u>	<u>13,258,637</u>
Expenditures:				
General Government	---	---	---	9,921,592
Planning & Development	---	---	---	---
Public Works	---	6,502,583	230,138	---
Corrections	---	---	---	---
Health Services	---	---	---	---
Community Services	---	---	---	---
Law Enforcement	---	---	---	---
Judicial	---	---	---	---
Other Elected Officials	---	---	---	---
Education	<u>301,622,626</u>	<u>---</u>	<u>---</u>	<u>---</u>
Total operating expenses	<u>301,622,626</u>	<u>6,502,583</u>	<u>230,138</u>	<u>9,921,592</u>
Excess(deficiency) of revenues over (under) expenditures	<u>---</u>	<u>3,474,616</u>	<u>(203,213)</u>	<u>3,337,045</u>
Other financing sources (uses):				
Operating transfers in	---	351,069	203,213	240,407
Operating transfers out	<u>---</u>	<u>(1,775,000)</u>	<u>---</u>	<u>(6,199,108)</u>
Total other financing sources (uses)	<u>---</u>	<u>(1,423,931)</u>	<u>203,213</u>	<u>(5,958,701)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>---</u>	<u>2,050,685</u>	<u>---</u>	<u>(2,621,656)</u>
Fund Balance:				
July 1, 2001, as restated	<u>---</u>	<u>6,918,265</u>	<u>---</u>	<u>3,777,447</u>
June 30, 2002	<u><u>\$ ---</u></u>	<u><u>\$ 8,968,950</u></u>	<u><u>\$ ---</u></u>	<u><u>\$ 1,155,791</u></u>

Sheriff Narcotics Fund	Register Data Processing Fund	Car Rental Tax Fund	Grants Fund	Total
\$ ---	\$ ---	\$ 1,409,337	\$ ---	\$ 313,177,820
332,777	---	---	7,861,151	8,273,886
---	---	---	36,425,730	49,215,435
---	---	---	27,182,532	27,182,532
---	---	---	249,902	249,902
314,237	421,837	---	---	736,074
35,284	24,489	---	353,131	660,145
682,298	446,326	1,409,337	72,072,446	399,495,794
---	---	1,409,337	1,086,974	12,417,903
---	---	---	2,972,485	2,972,485
---	---	---	2,036,172	8,768,893
---	---	---	948,137	948,137
---	---	---	17,835,549	17,835,549
---	---	---	34,635,726	34,635,726
1,022,681	---	---	399,329	1,422,010
---	---	---	8,107,344	8,107,344
---	545,216	---	2,723,590	3,268,806
---	---	---	---	301,622,626
1,022,681	545,216	1,409,337	70,745,306	391,999,479
(340,383)	(98,890)	---	1,327,140	7,496,315
---	---	---	4,391,900	5,186,589
(37,134)	---	---	(7,071,966)	(15,083,208)
(37,134)	---	---	(2,680,066)	(9,896,619)
(377,517)	(98,890)	---	(1,352,926)	(2,400,304)
2,433,037	936,649	---	2,793,507	16,858,905
\$ 2,055,520	\$ 837,759	\$ ---	\$ 1,440,581	\$ 14,458,601

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Local taxes	\$ 225,500,000	\$ 301,622,626	\$ 301,622,626	\$ ---
Total revenues	225,500,000	301,622,626	301,622,626	---
Expenditures:				
Education				
Special funded project - City Schools	161,950,953	216,977,964	216,977,964	---
Special funded project - County Schools	63,549,047	84,644,662	84,644,662	---
Total expenditures	225,500,000	301,622,626	301,622,626	---
Excess (deficiency) of revenues over expenditures	---	---	---	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Local taxes	\$ 300,000	\$ 300,000	\$ 270,441	\$ (29,559)
Local revenue	110,000	110,000	53,033	(56,967)
State revenue	9,576,301	9,867,351	9,468,686	(398,665)
Other revenue	290,000	551,839	185,039	(366,800)
Total revenues	<u>10,276,301</u>	<u>10,829,190</u>	<u>9,977,199</u>	<u>(851,991)</u>
Expenditures:				
Public Works:				
Salaries	3,232,265	3,232,265	2,793,963	438,302
Fringe benefits	709,642	709,642	592,448	117,194
Supplies	1,775,202	1,505,582	766,871	738,711
Services	7,700	7,700	3,230	4,470
Professional & contracted services	1,668,000	2,392,528	1,290,084	1,102,444
Rent, utilities & maintenance	816,000	1,061,579	560,454	501,125
Asset acquisitions	457,650	545,590	495,533	50,057
Contingencies & restrictions	42,842	---	---	---
Total expenditures	<u>8,709,301</u>	<u>9,454,886</u>	<u>6,502,583</u>	<u>2,952,303</u>
Excess (deficiency) of revenues over expenditures	<u>1,567,000</u>	<u>1,374,304</u>	<u>3,474,616</u>	<u>2,100,312</u>
Other financing sources (uses):				
Operating transfers in	183,000	400,696	351,069	(49,627)
Operating transfers out	(1,750,000)	(1,775,000)	(1,775,000)	---
Total other financing sources (uses)	<u>(1,567,000)</u>	<u>(1,374,304)</u>	<u>(1,423,931)</u>	<u>(49,627)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 2,050,685</u>	<u>\$ 2,050,685</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Local revenue	\$ 20,000	\$ 20,000	\$ 26,925	\$ 6,925
Other revenue	---	21,816	---	(21,816)
Total revenues	20,000	41,816	26,925	(14,891)
Expenditures:				
Public Works:				
Salaries	160,421	105,421	80,958	24,463
Fringe benefits	31,123	31,123	11,230	19,893
Supplies	37,927	25,995	25,995	---
Services	10,000	70	69	1
Professional & contracted services	23,650	66,805	61,633	5,172
Rent, utilities & maintenance	41,400	55,376	26,093	29,283
Asset acquisitions	11,000	52,547	24,160	28,387
Total expenditures	315,521	337,337	230,138	107,199
Excess (deficiency) of revenues over expenditures	(295,521)	(295,521)	(203,213)	92,308
Other financing sources (uses):				
Operating transfers in	295,521	295,521	203,213	(92,308)
Total other financing sources (uses)	295,521	295,521	203,213	(92,308)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Local taxes	\$ 10,866,602	\$ 10,866,602	\$ 9,875,416	\$ (991,186)
State revenue	---	3,321,019	3,321,019	---
Other revenue	217,585	217,585	62,202	(155,383)
Total revenues	<u>11,084,187</u>	<u>14,405,206</u>	<u>13,258,637</u>	<u>(1,146,569)</u>
Expenditures:				
General Government				
Intergovernmental expenditures	392,519	392,519	392,519	---
Special funded projects	6,803,547	9,529,073	9,529,073	---
Total expenditures	<u>7,196,066</u>	<u>9,921,592</u>	<u>9,921,592</u>	<u>---</u>
Excess (deficiency) of revenues over expenditures	<u>3,888,121</u>	<u>4,483,614</u>	<u>3,337,045</u>	<u>(1,146,569)</u>
Other financing sources (uses):				
Planned use of fund balance	2,069,802	1,474,309	---	(1,474,309)
Operating transfers in	241,257	241,257	240,407	(850)
Operating transfers out	(6,199,180)	(6,199,180)	(6,199,108)	72
Total other financing sources (uses)	<u>(3,888,121)</u>	<u>(4,483,614)</u>	<u>(5,958,701)</u>	<u>(1,475,087)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (2,621,656)</u>	<u>\$ (2,621,656)</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Local revenue	\$ 1,340,924	\$ 1,340,924	\$ 332,777	\$ (1,008,147)
Elected official's fines & fees	20,000	20,000	314,237	294,237
Other revenue	5,000	5,000	35,284	30,284
Total revenues	<u>1,365,924</u>	<u>1,365,924</u>	<u>682,298</u>	<u>(683,626)</u>
Expenditures:				
Law Enforcement:				
Supplies	653,019	582,747	276,421	306,326
Services	122,586	122,586	40,852	81,734
Professional & contracted services	109,300	109,299	180,428	(71,129)
Rent, utilities & maintenance	382,325	398,937	252,373	146,564
Asset acquisitions	498,694	274,938	197,607	77,331
Grants	---	25,000	75,000	(50,000)
Total expenditures	<u>1,765,924</u>	<u>1,513,507</u>	<u>1,022,681</u>	<u>490,826</u>
Excess (deficiency) of revenues over expenditures	<u>(400,000)</u>	<u>(147,583)</u>	<u>(340,383)</u>	<u>(192,800)</u>
Other financing sources (uses):				
Planned use of fund balance	400,000	269,917	---	(269,917)
Operating transfers out	---	(122,334)	(37,134)	85,200
Total other financing sources (uses)	<u>400,000</u>	<u>147,583</u>	<u>(37,134)</u>	<u>(184,717)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (377,517)</u>	<u>\$ (377,517)</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Elected official's fines & fees	\$ 400,000	\$ 400,000	\$ 421,837	\$ 21,837
Other revenue	---	---	24,489	24,489
Total revenues	<u>400,000</u>	<u>400,000</u>	<u>446,326</u>	<u>46,326</u>
Expenditures:				
Other elected officials:				
Supplies	47,306	100,376	99,563	813
Services	3,000	3,000	---	3,000
Professional & contracted services	659,139	605,139	5,390	599,749
Rent, utilities & maintenance	20,957	20,957	298	20,659
Asset acquisitions	559,547	534,900	439,965	94,935
Contingencies & restrictions	60,737	86,314	---	86,314
Total expenditures	<u>1,350,686</u>	<u>1,350,686</u>	<u>545,216</u>	<u>805,470</u>
Excess (deficiency) of revenues over expenditures	<u>(950,686)</u>	<u>(950,686)</u>	<u>(98,890)</u>	<u>851,796</u>
Other financing sources (uses):				
Planned use of fund balance	<u>950,686</u>	<u>950,686</u>	<u>---</u>	<u>(950,686)</u>
Total other financing sources (uses)	<u>950,686</u>	<u>950,686</u>	<u>---</u>	<u>(950,686)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (98,890)</u>	<u>\$ (98,890)</u>

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Local taxes	\$ ---	\$ 1,409,337	\$ 1,409,337	\$ ---
Total revenues	---	1,409,337	1,409,337	---
Expenditures:				
General Government				
Special funded projects	---	1,409,337	1,409,337	---
Total expenditures	---	1,409,337	1,409,337	---
Excess (deficiency) of revenues over expenditures	---	---	---	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues:				
Local Revenue	\$ 15,387,755	\$ 14,229,507	\$ 7,861,151	\$ (6,368,356)
State revenue	34,484,656	48,029,643	36,425,730	(11,603,913)
Federal revenue	25,756,905	43,805,172	27,182,532	(16,622,640)
Patient service revenue	90,000	90,000	249,902	159,902
Other revenue	940,000	4,595,305	353,131	(4,242,174)
Total revenues	<u>76,659,316</u>	<u>110,749,627</u>	<u>72,072,446</u>	<u>(38,677,181)</u>
Expenditures:				
General Government	1,705,910	2,012,754	1,086,974	925,780
Planning and Development	8,015,355	11,749,826	2,972,485	8,777,341
Public Works	320,729	2,393,264	2,036,172	357,092
Corrections	1,060,125	1,137,063	948,137	188,926
Health Services	22,813,996	27,420,298	17,835,549	9,584,749
Community Services	30,016,566	49,784,842	34,635,726	15,149,116
Law Enforcement	---	714,935	399,329	315,606
Judicial	8,706,461	9,242,824	8,107,344	1,135,480
Other Elected Officials	2,743,734	3,249,456	2,723,590	525,866
Total expenditures	<u>75,382,876</u>	<u>107,705,262</u>	<u>70,745,306</u>	<u>36,959,956</u>
Excess (deficiency) of revenues over expenditures	<u>1,276,440</u>	<u>3,044,365</u>	<u>1,327,140</u>	<u>(1,717,225)</u>
Other financing sources (uses):				
Operating transfers in	4,752,744	5,799,304	4,391,900	1,407,404
Operating transfers out	(6,029,184)	(8,843,669)	(7,071,966)	(1,771,703)
Total other financing sources (uses)	<u>(1,276,440)</u>	<u>(3,044,365)</u>	<u>(2,680,066)</u>	<u>(364,299)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (1,352,926)</u>	<u>\$ (1,352,926)</u>

Combining Statement of Net Assets
June 30, 2002

	<u>Consolidated Codes</u> <u>Enforcement Fund</u>	<u>Oakville</u> <u>Health Care Center</u>	<u>Corrections Center</u> <u>Fund</u>
Assets:			
Current Assets:			
Cash and cash equivalents	\$ 11,715,863	\$ 135,095	\$ ---
Accounts receivable	46,154	2,205,171	9,899,039
Inventories	---	75,963	---
Prepaid items	---	19,933	---
Total Current Assets	<u>11,762,017</u>	<u>2,436,162</u>	<u>9,899,039</u>
Noncurrent Assets:			
Capital assets, net	2,422,891	3,717,475	23,115,087
Deposits held in trust	53,639	156,985	247,926
Total Assets	<u>\$ 14,238,547</u>	<u>\$ 6,310,622</u>	<u>\$ 33,262,052</u>
Liabilities and Net Assets:			
Current Liabilities:			
Accounts payable and accrued liabilities	\$ 28,717	\$ 1,057,408	\$ 151,434
Due to other funds	---	210,349	9,451,643
Memorial funds	---	4,988	---
Capital lease obligations-current portion	---	97,413	---
Sick and annual leave payable	292,542	281,869	1,213,587
Total Current Liabilities	<u>321,259</u>	<u>1,652,027</u>	<u>10,816,664</u>
Noncurrent Liabilities:			
Deposit held in trust	53,639	156,985	247,926
Capital lease obligation	---	510,915	---
Sick and annual leave payable	223,486	381,755	1,396,430
Total Liabilities	<u>598,384</u>	<u>2,701,682</u>	<u>12,461,020</u>
Net Assets:			
Invested in capital assets, net of related debt	2,422,891	3,109,147	23,115,087
Unrestricted	11,217,272	499,793	(2,314,055)
Total Net Assets	<u>13,640,163</u>	<u>3,608,940</u>	<u>20,801,032</u>
Total Liabilities and Net Assets	<u>\$ 14,238,547</u>	<u>\$ 6,310,622</u>	<u>\$ 33,262,052</u>

The accompanying notes to the financial statements are an integral part of this statement

Fire Services Fund	Total
\$ ---	\$ 11,850,958
865,876	13,016,240
---	75,963
---	19,933
<u>865,876</u>	<u>24,963,094</u>
1,984,120	31,239,573
---	458,550
<u>\$ 2,849,996</u>	<u>\$ 56,661,217</u>
\$ 57,677	\$ 1,295,236
126,156	9,788,148
---	4,988
---	97,413
528,960	2,316,958
<u>712,793</u>	<u>13,502,743</u>
---	458,550
---	510,915
370,903	2,372,574
<u>1,083,696</u>	<u>16,844,782</u>
1,984,120	30,631,245
(217,820)	9,185,190
<u>1,766,300</u>	<u>39,816,435</u>
<u>\$ 2,849,996</u>	<u>\$ 56,661,217</u>

**Combining Statement of Revenue, Expenses, and Changes in Fund Net Assets
For the Year Ended June 30, 2002**

	Consolidated Codes Enforcement Fund	Oakville Health Care Center	Corrections Center Fund
Operating revenues			
Patient charges, net	\$ ---	\$ 12,918,925	\$ ---
Federal revenue	---	---	26,200
State revenue	---	---	38,160,570
Permits and fees	7,428,714	---	892,470
Total operating revenues	<u>7,428,714</u>	<u>12,918,925</u>	<u>39,079,240</u>
Operating expenses			
Nursing services	---	7,830,230	---
Other professional services	---	238,917	4,204,720
General services	---	4,335,114	32,194,396
Fiscal and administrative services	6,306,239	2,307,867	6,775,975
Depreciation	416,116	386,646	897,298
Total operating expenses	<u>6,722,355</u>	<u>15,098,774</u>	<u>44,072,389</u>
Operating income (loss)	706,359	(2,179,849)	(4,993,149)
Nonoperating revenues (expenses):			
Interest income	317,677	---	---
Interest expense	---	(31,920)	---
Loss on disposal of capital assets	---	(156,924)	---
Other expense	---	---	---
Income (loss) before operating transfers	1,024,036	(2,368,693)	(4,993,149)
Operating transfers in	---	2,325,869	8,122,052
Operating transfers out	<u>(954,213)</u>	<u>(953)</u>	<u>(3,844,466)</u>
Net income (loss)	<u>69,823</u>	<u>(43,777)</u>	<u>(715,563)</u>
Net Assets			
July 1, 2001, as restated	<u>13,570,340</u>	<u>3,652,717</u>	<u>21,516,595</u>
June 30, 2002	<u>\$ 13,640,163</u>	<u>\$ 3,608,940</u>	<u>\$ 20,801,032</u>

The accompanying notes to the financial statements are an integral part of this statement

Shelby County Health Care Center	Fire Services Fund	Total
\$ 711,013	\$ ---	\$ 13,629,938
---	---	26,200
---	51,920	38,212,490
---	12,159,617	20,480,801
<u>711,013</u>	<u>12,211,537</u>	<u>72,349,429</u>
1,306,356	---	9,136,586
8,288	---	4,451,925
327,430	10,907,409	47,764,349
187,643	---	15,577,724
---	235,229	1,935,289
<u>1,829,717</u>	<u>11,142,638</u>	<u>78,865,873</u>
(1,118,704)	1,068,899	(6,516,444)
---	---	317,677
---	---	(31,920)
---	---	(156,924)
<u>(1,045,798)</u>	<u>---</u>	<u>(1,045,798)</u>
(2,164,502)	1,068,899	(7,433,409)
1,118,703	---	11,566,624
---	(601,500)	(5,401,132)
<u>(1,045,799)</u>	<u>467,399</u>	<u>(1,267,917)</u>
1,045,799	1,298,901	41,084,352
<u>\$ ---</u>	<u>\$ 1,766,300</u>	<u>\$ 39,816,435</u>

**Combining Statement of Cash Flows
For the Year Ended June 30, 2002**

	<u>Consolidated Codes Enforcement Fund</u>	<u>Oakville Health Care Center</u>	<u>Corrections Center Fund</u>
Cash flows from operations:			
Receipts from customers	\$ 7,414,603	\$ 12,649,400	\$ 29,180,203
Cash payments to suppliers	(548,125)	(3,364,198)	(10,829,265)
Cash payments to employees	(5,951,367)	(11,187,939)	(32,003,290)
Net cash provided by (used in) operating activities	<u>915,111</u>	<u>(1,902,737)</u>	<u>(13,652,352)</u>
Cash flows from noncapital financing activities:			
Deposit held in trust	(49,539)	---	---
Transfers from other funds	---	2,325,869	8,122,052
Transfers to other funds	(954,213)	(953)	(3,844,466)
Advances from other funds	---	---	9,451,641
Payments to other funds	---	(287,584)	---
Payments from other funds	---	---	---
Net cash provided by (used in) noncapital financing activities	<u>(1,003,752)</u>	<u>2,037,332</u>	<u>13,729,227</u>
Cash flows from capital and related financing activities:			
Acquisition of capital assets	---	---	(76,875)
Net cash used in capital and related financing activities	<u>---</u>	<u>---</u>	<u>(76,875)</u>
Cash flows from investing activities:			
Interest income	<u>317,677</u>	---	---
Net cash provided by (used in) investing activities	<u>317,677</u>	<u>---</u>	<u>---</u>
Net decrease in cash and cash equivalents	229,036	134,595	---
Cash and cash equivalents, July 1, 2001	<u>11,486,827</u>	<u>500</u>	<u>---</u>
Cash and cash equivalents, June 30, 2002	<u><u>\$ 11,715,863</u></u>	<u><u>\$ 135,095</u></u>	<u><u>\$ ---</u></u>

The accompanying notes to the financial statements are an integral part of this statement.

Shelby County Health Care Center	Fire Services Fund	Total
\$ 1,131,430	\$ 11,345,663	\$ 61,721,299
(868,822)	(1,946,550)	(17,556,960)
<u>(1,744,551)</u>	<u>(8,903,184)</u>	<u>(59,790,331)</u>
 (1,481,943)	 495,929	 (15,625,992)
 ---	 ---	 (49,539)
1,118,703	---	11,566,624
---	(601,500)	(5,401,132)
---	126,156	9,577,797
---	---	(287,584)
<u>362,740</u>	<u>---</u>	<u>362,740</u>
 1,481,443	 (475,344)	 15,768,906
 ---	 (20,585)	 (97,460)
 ---	 (20,585)	 (97,460)
 ---	 ---	 317,677
 ---	 ---	 317,677
 (500)	 ---	 363,131
<u>500</u>	<u>---</u>	<u>11,487,827</u>
<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 11,850,958</u>
		(continued)

Combining Statement of Cash Flows (continued)
For the Year Ended June 30, 2002

	<u>Consolidated Codes Enforcement Fund</u>	<u>Oakville Health Care Center</u>	<u>Corrections Center Fund</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating Income (loss)	<u>\$ 706,359</u>	<u>\$ (2,179,849)</u>	<u>\$ (4,993,149)</u>
Adjustments			
Depreciation	416,116	386,646	897,298
Changes in assets and liabilities			
Accounts payable and accrued liabilities	12,645	187,105	151,433
Sick and annual leave payable	(205,894)	108,536	191,105
Inventories	---	8,734	---
Prepaid items	---	(5,451)	---
Accounts receivable	(14,115)	(410,256)	(9,899,039)
Memorial fund	<u>---</u>	<u>1,798</u>	<u>---</u>
Total adjustments	<u>208,752</u>	<u>277,112</u>	<u>(8,659,203)</u>
Net cash provided by (used in) operating activities	<u><u>\$ 915,111</u></u>	<u><u>\$ (1,902,737)</u></u>	<u><u>\$ (13,652,352)</u></u>
Noncash investing, capital , and Financing activities:			
Contributions of capital assets from government	\$ ---	\$ ---	\$ 23,935,440
Contribution of sick and annual leave payable liability from government	---	---	2,418,845

The accompanying notes to the financial statements are an integral part of this statement.

<u>Shelby County Health Care Center</u>	<u>Fire Services Fund</u>	<u>Total</u>
<u>\$ (1,118,704)</u>	<u>\$ 1,068,899</u>	<u>\$ (6,516,444)</u>
---	235,229	1,935,289
(396,145)	57,677	12,715
(438,192)	---	(344,445)
47,153	---	55,887
5,451	---	---
420,417	(865,876)	(10,768,869)
<u>(1,923)</u>	<u>---</u>	<u>(125)</u>
<u>(363,239)</u>	<u>(572,970)</u>	<u>(9,109,548)</u>
<u><u>\$ (1,481,943)</u></u>	<u><u>\$ 495,929</u></u>	<u><u>\$ (15,625,992)</u></u>
\$ ---	\$ 2,198,764	\$ 26,134,204
---	899,963	3,318,808

Combining Statement of Net Assets
June 30, 2002

	Central Services Fund	Group Hospital Insurance Fund	Group Life Insurance Fund
Assets			
Current Assets:			
Cash and cash equivalents	\$ 1,736,663	\$ 11,137,557	\$ 3,007,590
Accounts receivable	29,241	668,488	---
Due from other governmental entities	149,797	---	---
Inventories	151,885	---	---
Deposits held by others	---	369,000	---
Total Current Assets	<u>2,067,586</u>	<u>12,175,045</u>	<u>3,007,590</u>
Noncurrent Assets:			
Capital assets, net	<u>428,066</u>	<u>---</u>	<u>---</u>
Total Assets	<u><u>\$ 2,495,652</u></u>	<u><u>\$ 12,175,045</u></u>	<u><u>\$ 3,007,590</u></u>
Liabilities:			
Current Liabilities:			
Accounts payables and accrued liabilities	\$ 713,986	\$ 420,238	\$ 201,041
Insurance claim payable	---	8,960,188	---
Deferred revenue	---	6,289,242	198,304
Sick and annual leave payable	<u>225,818</u>	<u>---</u>	<u>---</u>
Total Current Liabilities	<u>939,804</u>	<u>15,669,668</u>	<u>399,345</u>
Noncurrent Liabilities:			
Sick and annual leave payable	82,207	---	---
Long term claims payable	<u>---</u>	<u>---</u>	<u>---</u>
Total Liabilities	<u>1,022,011</u>	<u>15,669,668</u>	<u>399,345</u>
Net Assets:			
Invested in capital assets	428,066	---	---
Unrestricted	<u>1,045,575</u>	<u>(3,494,623)</u>	<u>2,608,245</u>
Total Net Assets	<u>1,473,641</u>	<u>(3,494,623)</u>	<u>2,608,245</u>
Total Liabilities and Net Assets	<u><u>\$ 2,495,652</u></u>	<u><u>\$ 12,175,045</u></u>	<u><u>\$ 3,007,590</u></u>

Tort Liability Fund	Employer Insurance Fund	Total
\$ 2,768,291	\$ 2,948,250	\$ 21,598,351
---	1,455	699,184
---	---	149,797
---	---	151,885
---	---	369,000
<u>2,768,291</u>	<u>2,949,705</u>	<u>22,968,217</u>
---	---	428,066
<u>\$ 2,768,291</u>	<u>\$ 2,949,705</u>	<u>\$ 23,396,283</u>
\$ 5,786	\$ 2,310,906	\$ 3,651,957
2,666,453	443,016	12,069,657
---	---	6,487,546
---	---	225,818
<u>2,672,239</u>	<u>2,753,922</u>	<u>22,434,978</u>
---	---	82,207
---	5,888,703	5,888,703
<u>2,672,239</u>	<u>8,642,625</u>	<u>28,405,888</u>
---	---	428,066
<u>96,052</u>	<u>(5,692,920)</u>	<u>(5,437,671)</u>
<u>96,052</u>	<u>(5,692,920)</u>	<u>(5,009,605)</u>
<u>\$ 2,768,291</u>	<u>\$ 2,949,705</u>	<u>\$ 23,396,283</u>

**Combining Statement of Revenues, Expenses, and Changes in Net Assets
For the Year Ended June 30, 2002**

	Central Services Fund	Group hospital Insurance Fund	Group Life Insurance Fund
Operating revenues			
Premium income	\$ ---	\$ 57,151,234	\$ 2,593,372
Charges for services	8,226,896	---	---
Total operating revenue	<u>8,226,896</u>	<u>57,151,234</u>	<u>2,593,372</u>
Operating expenses			
Administrative expenses	2,129,007	3,299,334	---
Cost of services	5,914,273	52,039,370	2,125,071
Depreciation	182,302	---	---
Total operating expenses	<u>8,225,582</u>	<u>55,338,704</u>	<u>2,125,071</u>
Operating income (loss)	1,314	1,812,530	468,301
Nonoperating revenues (expenses):			
Interest income	---	---	73,604
Income (loss) before operating transfers	1,314	1,812,530	541,905
Other financing sources (uses):			
Operating transfers in	---	---	---
Operating transfers out	<u>(1,312)</u>	<u>(371,329)</u>	<u>---</u>
Net income (loss)	<u>2</u>	<u>1,441,201</u>	<u>541,905</u>
Net Assets			
July 1, 2001, as restated	<u>1,473,639</u>	<u>(4,935,824)</u>	<u>2,066,340</u>
June 30' 2002	<u>\$ 1,473,641</u>	<u>\$ (3,494,623)</u>	<u>\$ 2,608,245</u>

Tort Liability Fund	Employer Insurance Fund	Total
\$ 99,998	\$ 2,899,637	\$ 62,744,241
---	---	8,226,896
99,998	2,899,637	70,971,137
---	47,478	5,475,819
2,283,990	4,217,802	66,580,506
---	---	182,302
2,283,990	4,265,280	72,238,627
(2,183,992)	(1,365,643)	(1,267,490)
---	---	73,604
(2,183,992)	(1,365,643)	(1,193,886)
2,090,000	---	2,090,000
---	(170,616)	(543,257)
(93,992)	(1,536,259)	352,857
190,044	(4,156,661)	(5,362,462)
\$ 96,052	\$ (5,692,920)	\$ (5,009,605)

**Combining Statement of Cash Flows
For the Year Ended June 30, 2002**

	Central/Fleet Services Fund	Group Hospital Insurance Fund	Group Life Insurance Fund
Cash flows from operations:			
Receipts from customers	\$ 8,244,648	\$ ---	\$ ---
Premiums received	---	61,940,430	2,611,841
Payments to suppliers	(5,820,308)	(3,299,334)	---
Cash payments to employees	(2,160,414)	---	---
Claims paid	---	(52,838,876)	(2,097,512)
Net cash provided by (used in) operating activities	<u>263,926</u>	<u>5,802,220</u>	<u>514,329</u>
Cash flows from noncapital financing activities:			
Transfers from other funds	---	---	---
Transfers to other funds	<u>(1,312)</u>	<u>(371,329)</u>	<u>---</u>
Net cash provided by (used in) noncapital financing activities	<u>(1,312)</u>	<u>(371,329)</u>	<u>---</u>
Cash flows from capital and related financing activities			
Acquisition of capital assets	<u>(55,762)</u>	<u>---</u>	<u>---</u>
Net cash used in capital and related financing activities	<u>(55,762)</u>	<u>---</u>	<u>---</u>
Cash flow from investing activities:			
Interest and investment earnings	<u>---</u>	<u>---</u>	<u>73,604</u>
Net cash provided by (used in) investing activities	<u>---</u>	<u>---</u>	<u>73,604</u>
Net increase (decrease) in cash and cash equivalents	206,852	5,430,891	587,933
Cash and cash equivalents, July 1, 2001	<u>1,529,811</u>	<u>5,706,666</u>	<u>2,419,657</u>
Cash and cash equivalents, June 30, 2002	<u><u>\$ 1,736,663</u></u>	<u><u>\$ 11,137,557</u></u>	<u><u>\$ 3,007,590</u></u>

Tort Liability Fund	Employer Insurance Fund	Total
\$ ---	\$ ---	\$ 8,244,648
99,998	2,898,180	67,550,449
---	(47,478)	(9,167,120)
---	---	(2,160,414)
(991,717)	(2,758,629)	(58,686,734)
(891,719)	92,073	5,780,829
2,090,000	---	2,090,000
---	(170,616)	(543,257)
2,090,000	(170,616)	1,546,743
---	---	(55,762)
---	---	(55,762)
---	---	73,604
---	---	73,604
1,198,281	(78,543)	7,345,414
1,570,010	3,026,793	14,252,937
\$ 2,768,291	\$ 2,948,250	\$ 21,598,351
		(continued)

Combining Statement of Cash Flows (continued)
For the Year Ended June 30, 2002

	Central/Fleet Services Fund	Group Hospital Insurance Fund	Group Life Insurance Fund
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating Income (loss)	\$ 1,314	\$ 1,812,530	\$ 468,301
Adjustments			
Depreciation	182,302	---	---
Changes in assets and liabilities			
Accounts payable and accrued liabilities	34,345	(32,051)	27,559
Sick and annual leave	(31,407)	---	---
Deferred revenue	---	1,387,294	18,469
Due from other governmental entities	(60,236)	---	---
Insurance claims payable	---	(767,456)	---
Inventories	59,621	---	---
Accounts receivable	77,987	(572,522)	---
Due from other funds	---	3,974,425	---
Total adjustments	<u>262,612</u>	<u>3,989,690</u>	<u>46,028</u>
Net cash provided by (used in) operating activities	<u>\$ 263,926</u>	<u>\$ 5,802,220</u>	<u>\$ 514,329</u>

<u>Tort Liability Fund</u>	<u>Employer Insurance Fund</u>	<u>Total</u>
<u>\$ (2,183,992)</u>	<u>\$ (1,365,643)</u>	<u>\$ (1,267,490)</u>
---	---	182,302
(74,181)	(174,911)	(219,239)
---	---	(31,407)
---	---	1,405,763
---	---	(60,236)
1,366,454	1,634,082	2,233,080
---	---	59,621
---	(1,455)	(495,990)
---	---	3,974,425
<u>1,292,273</u>	<u>1,457,716</u>	<u>7,048,319</u>
<u><u>\$ (891,719)</u></u>	<u><u>\$ 92,073</u></u>	<u><u>\$ 5,780,829</u></u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenue				
Local taxes	\$ 193,997,883	\$ 202,697,883	\$ 204,116,571	\$ 1,418,688
Local revenue	29,546,974	29,803,359	25,463,980	(4,339,379)
State revenue	24,680,923	24,680,923	19,727,120	(4,953,803)
Federal revenue	10,700	10,700	2,562	(8,138)
Patient service revenue	644,400	584,400	808,871	224,471
Elected official fines & fees	51,116,436	54,380,861	53,548,254	(832,607)
Other revenue	9,546,892	9,519,092	5,429,741	(4,089,351)
	<u>309,544,208</u>	<u>321,677,218</u>	<u>309,097,099</u>	<u>(12,580,119)</u>
Expenditures				
Salaries	151,737,905	162,193,937	162,007,901	186,036
Other compensation	13,366,654	14,955,811	14,270,074	685,737
Fringe benefits	40,009,313	37,947,018	31,612,325	6,334,693
Supplies	16,166,843	16,224,244	14,044,744	2,179,500
Services	7,482,182	7,027,083	5,294,447	1,732,636
Professional & contracted services	29,580,432	30,418,928	26,911,137	3,507,791
Rent, utilities & maintenance	16,218,152	17,240,015	15,871,210	1,368,805
Intergovernmental expenditures	192,000	192,000	180,621	11,379
Asset acquisitions	3,871,657	3,904,740	959,311	2,945,429
Debt service & related cost	4,057,243	4,057,243	2,366,776	1,690,467
Special funded projects	27,941,437	27,941,437	27,941,437	---
Grants	1,537,825	1,555,825	1,529,365	26,460
Contingencies & restrictions	(7,740,542)	(7,210,557)	---	(7,210,557)
Total expenditures	<u>304,421,101</u>	<u>316,447,724</u>	<u>302,989,348</u>	<u>13,458,376</u>
Excess (deficiency) of revenues over expenditures	<u>5,123,107</u>	<u>5,229,494</u>	<u>6,107,751</u>	<u>878,257</u>
Other Financing Sources (uses):				
Operating transfers in	9,425,171	17,832,758	15,991,184	(1,841,574)
Planned use of fund balance	100,577	2,648,932	---	(2,648,932)
Operating transfers out	(14,648,855)	(25,711,184)	(20,636,608)	5,074,576
Total other financing sources (uses)	<u>(5,123,107)</u>	<u>(5,229,494)</u>	<u>(4,645,424)</u>	<u>584,070</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 1,462,327</u>	<u>\$ 1,462,327</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Department
For the Year Ended June 30, 2002**

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues			
General Government			
Administrative and Finance			
Victim's Assistance Center	\$ 9,000	\$ 8,026	\$ (974)
Public Defender	3,687,000	3,006,711	(680,289)
Divorce Referee	215,000	264,967	49,967
County Attorney	89,000	96,879	7,879
Central Operations	224,317,446	218,199,954	(6,117,492)
Personnel	352,653	335,127	(17,526)
Information Technology	676,512	797,712	121,200
Elections	27,400	32,463	5,063
Film & Television	130,868	130,868	---
Support Services	7,641,564	4,788,642	(2,852,922)
Archives	229,511	238,365	8,854
	<u>237,375,954</u>	<u>227,899,714</u>	<u>(9,476,240)</u>
Planning and Development			
Director - Planning & Development	83,591	---	(83,591)
Local Planning	1,174,618	967,204	(207,414)
Local Economic & Resource Development	59,301	52,348	(6,953)
Department of Housing	12,000	23,843	11,843
	<u>1,329,510</u>	<u>1,043,395</u>	<u>(286,115)</u>
Public Works			
Director & Staff - Public Works	367,782	391,677	23,895
County Engineer	341,553	192,332	(149,221)
Chickasaw Basin Authority	98,634	171,437	72,803
Shelby Farms	391,000	151,020	(239,980)
Parks	659,800	501,651	(158,149)
Port Commission	608,862	697,401	88,539
	<u>2,467,631</u>	<u>2,105,518</u>	<u>(362,113)</u>
Health Services			
Forensic Services	730,259	753,008	22,749
Administration & Finance - Health Services	11,391,258	10,504,203	(887,055)
Environmental Health Services	2,493,502	3,386,779	893,277
Personal Health Services	2,290,357	1,968,498	(321,859)
Assessment and Assurance	623,000	596,718	(26,282)
	<u>17,528,376</u>	<u>17,209,206</u>	<u>(319,170)</u>
Community Services			
Special Funded Projects	59,925	45,997	(13,928)
Alcohol Rehabilitation	147,820	158,857	11,037
Pretrial Services	687,914	535,909	(152,005)
	<u>895,659</u>	<u>740,763</u>	<u>(154,896)</u>
Law Enforcement			
Sheriff	7,537,200	5,157,503	(2,379,697)
	<u>7,537,200</u>	<u>5,157,503</u>	<u>(2,379,697)</u>

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	Budget	Actual	Variance Favorable (Unfavorable)
Judicial			
General Sessions Criminal Court Judges	---	36,496	36,496
Chancery Court Clerk	1,703,899	2,634,416	930,517
Circuit Court Clerk	1,817,000	2,086,487	269,487
Criminal Court Clerk	5,873,834	5,064,373	(809,461)
General Sessions Court Clerk	7,178,000	7,492,231	314,231
Probate Court Clerk	470,000	496,932	26,932
Juvenile Court Clerk	1,950,000	1,024,900	(925,100)
Juvenile Court	7,325,741	7,329,584	3,843
	<u>26,318,474</u>	<u>26,165,419</u>	<u>(153,055)</u>
Other Elected Officials			
Legislative Operations	11,000	5,868	(5,132)
Assessor	15,000	12,212	(2,788)
Attorney General	94,932	95,552	620
County Clerk	6,430,786	6,543,790	113,004
Register	4,350,000	5,969,473	1,619,473
Trustee	17,322,696	16,148,686	(1,174,010)
	<u>28,224,414</u>	<u>28,775,581</u>	<u>551,167</u>
Total Revenue	<u>321,677,218</u>	<u>309,097,099</u>	<u>(12,580,119)</u>
Expenditures			
General Government			
Administrative and Finance			
Mayor's Office	477,646	458,189	19,457
Public Affairs	421,737	366,632	55,105
Chief Administrative Officer	595,337	567,524	27,813
Office on Health Policy	221,830	210,993	10,837
Victim's Assistance Center	375,794	307,727	68,067
Public Defender	6,044,832	5,791,355	253,477
Divorce Referee	363,237	359,446	3,791
County Attorney	3,179,023	3,027,430	151,593
Director - Administration & Finance	202,896	171,131	31,765
Central Operations	21,742,794	24,008,471	(2,265,677)
County Grants	8,116,379	7,301,676	814,703
Personnel	2,396,766	2,177,604	219,162
Risk Management	530,958	466,511	64,447
Purchasing	606,194	552,703	53,491
Information Technology	10,895,473	8,801,714	2,093,759
Grants Administration	156,880	67,952	88,928
Finance	1,556,819	1,452,161	104,658
Agricultural Extension	339,982	325,189	14,793
Assessed Equalization Office	899,896	517,681	382,215
Elections	2,616,312	1,860,359	755,953
Film & Television	285,321	280,005	5,316
Jury Selection Office	829,307	770,239	59,068
Soil Conservation	82,121	80,263	1,858
Support Services	13,882,669	13,366,887	515,782
Archives	734,962	621,964	112,998
	<u>77,555,165</u>	<u>73,911,806</u>	<u>3,643,359</u>

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Expenditures			
General Government (continued)			
Planning and Development			
Director - Planning & Development	316,272	236,632	79,640
Local Planning	1,868,347	1,539,776	328,571
Local Economic & Resource Development	120,650	107,540	13,110
Department of Housing	1,235,899	611,299	624,600
Department of Regional Services	1,261,681	827,993	433,688
	<u>4,802,849</u>	<u>3,323,240</u>	<u>1,479,609</u>
Public Works			
Director & Staff - Public Works	944,967	879,740	65,227
County Engineer	2,600,194	2,454,697	145,497
Emergency Management	226,980	226,980	---
Chickasaw Basin Authority	35,032	16,722	18,310
Shelby Farms	775,917	701,792	74,125
Parks	1,166,435	1,067,483	98,952
Port Commission	414,927	361,121	53,806
Security and Investigation	1,306,263	1,077,899	228,364
	<u>7,470,715</u>	<u>6,786,434</u>	<u>684,281</u>
Health Services			
Director - Health Services	158,705	153,148	5,557
Forensic Services	2,001,482	2,000,002	1,480
Administration & Finance - Health Services	8,865,648	8,651,478	214,170
Environmental Health Services	5,722,697	5,309,761	412,936
Personal Health Services	12,835,648	11,731,105	1,104,543
Assessment and Assurance	1,284,713	1,097,912	186,801
	<u>30,868,893</u>	<u>28,943,406</u>	<u>1,925,487</u>
Community Services			
Director - Community Services	214,315	213,930	385
Special Funded Projects	356,174	246,325	109,849
Alcohol Rehabilitation	289,621	271,220	18,401
Office On Aging	119,664	119,054	610
Pretrial Services	2,668,133	2,465,531	202,602
Veteran Services	123,705	121,984	1,721
Weights and Measures	122,590	111,029	11,561
	<u>3,894,202</u>	<u>3,549,073</u>	<u>345,129</u>

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Law Enforcement			
Sheriff	124,285,542	122,891,393	1,394,149
	<u>124,285,542</u>	<u>122,891,393</u>	<u>1,394,149</u>
Judicial			
Chancery Court Judges	60,346	41,277	19,069
Circuit Court Judges	112,639	110,760	1,879
Criminal Court Judges	83,503	56,892	26,611
General Sessions Civil Court Judges	883,581	855,351	28,230
General Sessions Criminal Court Judges	2,013,260	1,895,320	117,940
Probate Court Judges	339,924	349,762	(9,838)
Chancery Court Clerk	1,198,240	1,030,313	167,927
Circuit Court Clerk	2,713,690	2,390,592	323,098
Criminal Court Clerk	4,358,524	3,888,250	470,274
General Sessions Court Clerk	6,723,897	6,190,361	533,536
Probate Court Clerk	521,788	501,451	20,337
Juvenile Court Clerk	4,110,568	3,988,469	122,099
Juvenile Court	18,615,732	18,144,733	470,999
	<u>41,735,692</u>	<u>39,443,531</u>	<u>2,292,161</u>
Other Elected Officials			
Commissioner's Contingency	432,000	---	432,000
Legislative Operations	1,401,685	1,140,782	260,903
Equal Opportunity Compliance	725,165	664,719	60,446
Assessor	7,988,467	7,305,578	682,889
Attorney General	4,813,971	4,813,971	---
County Clerk	3,906,959	3,699,874	207,085
Register	1,313,773	1,270,377	43,396
Trustee	5,252,646	5,245,164	7,482
	<u>25,834,666</u>	<u>24,140,465</u>	<u>1,694,201</u>
Total Expenditures	<u>316,447,724</u>	<u>302,989,348</u>	<u>13,458,376</u>
Excess (deficiency) of revenue over expenditures	<u>5,229,494</u>	<u>6,107,751</u>	<u>878,257</u>
Operating transfers in			
Victim's Assistance Center	6,672	6,672	---
Central Operations	6,010,300	5,614,086	(396,214)
Risk Management	170,615	170,616	1
Support Services	1,587,779	1,203,483	(384,296)

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Operating transfers in (continued)			
Director - Planning & Development	150,000	168,924	18,924
Local Economic & Resource Development	63,697	47,754	(15,943)
Department of Housing	1,436,426	1,419,631	(16,795)
Department of Regional Services	1,481,433	818,126	(663,307)
County Engineer	1,454,045	1,493,994	39,949
Shelby Farms	25,000	25,000	---
Administration & Finance - Health Services	2,836,334	2,323,376	(512,958)
Personal Health Services	1,517,956	1,348,552	(169,404)
Special Funded Projects	71,000	3,490	(67,510)
General Sessions Criminal Court Judges	1,501	1,501	---
Juvenile Court	1,010,000	1,336,599	326,599
Attorney General	10,000	9,380	(620)
Total transfer in	<u>17,832,758</u>	<u>15,991,184</u>	<u>(1,841,574)</u>
Operating transfers out			
Victim's Assistance Center	(90,122)	(90,122)	---
Central Operations	(17,424,701)	(13,727,174)	3,697,527
Grants Administration	(5,295)	(5,295)	---
Assessed Equalization Office	(240)	(239)	1
Elections	(178)	(178)	---
Support Services	(2,058,454)	(2,058,454)	---
Director - Planning & Development	(22,277)	(22,277)	---
Department of Housing	(223,346)	(143,521)	79,825
Department of Regional Services	(356,382)	(78,148)	278,234
Director & Staff - Public Works	(312,021)	(220,086)	91,935
County Engineer	(5,000)	(1,502)	3,498
Shelby Farms	(20,000)	(19,990)	10
Parks	(13,000)	(6,089)	6,911
Port Commission	(661,347)	(336,280)	325,067
Administration & Finance - Health Services	(535,212)	(528,396)	6,816
Environmental Health Services	(1,513,801)	(1,120,660)	393,141
Personal Health Services	(137,379)	(114,893)	22,486
Special Funded Projects	(242,649)	(231,440)	11,209
Pretrial Services	(190,004)	(190,004)	---
Sheriff	(4,000)	(141,129)	(137,129)
General Sessions Criminal Court Judges	(10,914)	(10,096)	818
Juvenile Court	(120,941)	(102,253)	18,688
Assessor	(1,602,247)	(1,326,710)	275,537
Attorney General	(161,514)	(161,514)	---
County Clerk	(160)	(158)	2
Total transfer out	<u>25,711,184</u>	<u>20,636,608</u>	<u>(5,074,576)</u>

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Planned use of fund balance			
Support Services	2,554,166	---	(2,554,166)
Environmental Health Services	94,766	---	(94,766)
Total planned use of fund balance	<u>2,648,932</u>	<u>---</u>	<u>(2,648,932)</u>
 Total other financing sources (uses)	 <u>(5,229,494)</u>	 <u>(4,645,424)</u>	 <u>584,070</u>
 Excess (deficiency) of revenues and other sources over expenditures and other uses	 <u>\$ ---</u>	 <u>\$ 1,462,327</u>	 <u>\$ 1,462,327</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 362,793	\$ 360,793	\$ 356,205	\$ 4,588
Fringe benefits	59,303	61,303	60,417	886
Supplies	23,800	33,950	24,575	9,375
Services	26,600	21,600	16,992	4,608
Total expenditures	<u>472,496</u>	<u>477,646</u>	<u>458,189</u>	<u>19,457</u>
Excess (deficiency) of revenues over expenditures	<u>(472,496)</u>	<u>(477,646)</u>	<u>(458,189)</u>	<u>19,457</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (472,496)</u>	<u>\$ (477,646)</u>	<u>\$ (458,189)</u>	<u>\$ 19,457</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 294,767	\$ 294,767	\$ 280,556	\$ 14,211
Fringe benefits	51,688	51,688	49,838	1,850
Supplies	29,800	68,062	29,018	39,044
Services	14,525	7,220	7,220	---
Total expenditures	<u>390,780</u>	<u>421,737</u>	<u>366,632</u>	<u>55,105</u>
Excess (deficiency) of revenues over expenditures	<u>(390,780)</u>	<u>(421,737)</u>	<u>(366,632)</u>	<u>55,105</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (390,780)</u>	<u>\$ (421,737)</u>	<u>\$ (366,632)</u>	<u>\$ 55,105</u>

Chief Administration Officer
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 393,317	\$ 483,317	\$ 470,283	\$ 13,034
Fringe benefits	79,958	79,958	77,146	2,812
Supplies	10,250	19,748	16,171	3,577
Services	12,050	11,033	3,407	7,626
Rent, utilities & maintenance	---	1,281	517	764
Total expenditures	<u>495,575</u>	<u>595,337</u>	<u>567,524</u>	<u>27,813</u>
Excess (deficiency) of revenues over expenditures	<u>(495,575)</u>	<u>(595,337)</u>	<u>(567,524)</u>	<u>27,813</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (495,575)</u>	<u>\$ (595,337)</u>	<u>\$ (567,524)</u>	<u>\$ 27,813</u>

Office on Health Policy

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 117,480	\$ 118,439	\$ 118,439	\$ ---
Fringe benefits	24,123	23,164	20,007	3,157
Supplies	4,921	5,912	3,195	2,717
Services	9,812	10,312	7,735	2,577
Professional & contracted services	2,315	63,635	61,320	2,315
Rent, utilities & maintenance	368	368	297	71
Total expenditures	<u>159,019</u>	<u>221,830</u>	<u>210,993</u>	<u>10,837</u>
Excess (deficiency) of revenues over expenditures	<u>(159,019)</u>	<u>(221,830)</u>	<u>(210,993)</u>	<u>10,837</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (159,019)</u>	<u>\$ (221,830)</u>	<u>\$ (210,993)</u>	<u>\$ 10,837</u>

Victim's Assistance Center
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ 7,000	\$ 6,000	\$ (1,000)
Other revenue	2,000	2,000	2,026	26
Total revenues	2,000	9,000	8,026	(974)
Expenditures:				
Salaries	242,513	242,513	223,747	18,766
Fringe benefits	48,273	48,273	33,301	14,972
Supplies	26,500	20,126	18,985	1,141
Services	20,600	29,600	26,322	3,278
Professional & contracted services	21,282	21,282	---	21,282
Asset acquisitions	9,000	14,000	5,372	8,628
Total expenditures	368,168	375,794	307,727	68,067
Excess (deficiency) of revenues over expenditures	(366,168)	(366,794)	(299,701)	67,093
Other Financing Sources (uses):				
Operating transfers in	6,672	6,672	6,672	---
Operating transfers out	(73,164)	(90,122)	(90,122)	---
Total other financing sources (uses)	(66,492)	(83,450)	(83,450)	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (432,660)	\$ (450,244)	\$ (383,151)	\$ 67,093

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 3,382,600	\$ 3,382,600	\$ 2,730,400	\$ (652,200)
Elected official's fines & fees	304,400	304,400	276,311	(28,089)
Total revenues	<u>3,687,000</u>	<u>3,687,000</u>	<u>3,006,711</u>	<u>(680,289)</u>
Expenditures:				
Salaries	4,800,689	4,930,689	4,867,517	63,172
Other compensation	---	10,000	7,265	2,735
Fringe benefits	954,946	906,946	827,286	79,660
Supplies	56,500	55,947	51,263	4,684
Services	33,600	33,600	12,866	20,734
Professional & contracted services	31,000	31,000	13,500	17,500
Rent, utilities & maintenance	15,500	15,500	11,658	3,842
Asset acquisitions	61,150	61,150	---	61,150
Total expenditures	<u>5,953,385</u>	<u>6,044,832</u>	<u>5,791,355</u>	<u>253,477</u>
Excess (deficiency) of revenues over expenditures	<u>(2,266,385)</u>	<u>(2,357,832)</u>	<u>(2,784,644)</u>	<u>(426,812)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (2,266,385)</u>	<u>\$ (2,357,832)</u>	<u>\$ (2,784,644)</u>	<u>\$ (426,812)</u>

Divorce Referee

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 215,000	\$ 215,000	\$ 264,967	\$ 49,967
Total revenues	215,000	215,000	264,967	49,967
Expenditures:				
Salaries	281,755	292,099	292,099	---
Fringe benefits	70,101	70,101	66,410	3,691
Supplies	833	937	937	---
Services	100	100	---	100
Total expenditures	352,789	363,237	359,446	3,791
Excess (deficiency) of revenues over expenditures	(137,789)	(148,237)	(94,479)	53,758
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (137,789)	\$ (148,237)	\$ (94,479)	\$ 53,758

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local Revenue	\$ 89,000	\$ 89,000	\$ 96,879	\$ 7,879
Total revenues	89,000	89,000	96,879	7,879
Expenditures:				
Salaries	1,915,271	1,890,654	1,806,170	84,484
Other compensation	25,072	49,689	45,675	4,014
Fringe benefits	379,848	379,848	328,661	51,187
Supplies	60,125	54,508	54,508	---
Services	36,600	36,600	28,572	8,028
Professional & contracted services	510,000	692,708	692,708	---
Rent, utilities & maintenance	8,000	1,200	620	580
Asset acquisitions	40,000	73,816	70,516	3,300
Total expenditures	2,974,916	3,179,023	3,027,430	151,593
Excess (deficiency) of revenues over expenditures	(2,885,916)	(3,090,023)	(2,930,551)	159,472
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (2,885,916)	\$ (3,090,023)	\$ (2,930,551)	\$ 159,472

Director - Administration & Finance
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 175,967	\$ 158,423	\$ 130,462	\$ 27,961
Other compensation	---	6,000	5,771	229
Fringe benefits	30,068	24,441	20,866	3,575
Supplies	5,900	2,565	2,565	---
Services	7,500	11,180	11,180	---
Rent, utilities & maintenance	---	287	287	---
Total expenditures	<u>219,435</u>	<u>202,896</u>	<u>171,131</u>	<u>31,765</u>
Excess (deficiency) of revenues over expenditures	<u>(219,435)</u>	<u>(202,896)</u>	<u>(171,131)</u>	<u>31,765</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (219,435)</u>	<u>\$ (202,896)</u>	<u>\$ (171,131)</u>	<u>\$ 31,765</u>

Central Operations
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local taxes	\$ 193,997,883	\$ 202,697,883	\$ 204,114,546	\$ 1,416,663
Local revenue	5,473,000	5,473,000	2,492,666	(2,980,334)
State revenue	8,152,000	8,152,000	6,931,106	(1,220,894)
Elected officials fines & fees	5,794,573	2,494,573	1,251,377	(1,243,196)
Other revenue	6,599,990	5,499,990	3,410,259	(2,089,731)
Total revenues	<u>220,017,446</u>	<u>224,317,446</u>	<u>218,199,954</u>	<u>(6,117,492)</u>
Expenditures:				
Salaries	(15,871,505)	(5,065,473)	(1,803,505)	(3,261,968)
Fringe benefits	1,654,065	---	(125,106)	125,106
Supplies	330,000	222,171	221,538	633
Services	608,000	537,000	447,011	89,989
Professional & contracted services	1,383,100	1,034,209	940,724	93,485
Rent, utilities & maintenance	448,000	803,000	608,224	194,776
Intergovernmental expenditures	192,000	192,000	180,621	11,379
Asset acquisitions	(2,626,780)	(2,626,780)	(1,417,236)	(1,209,544)
Debt service	3,580,000	3,580,000	1,889,533	1,690,467
Special funded projects-hospital	22,566,667	22,566,667	22,566,667	---
Grants	500,000	500,000	500,000	---
Total expenditures	<u>12,763,547</u>	<u>21,742,794</u>	<u>24,008,471</u>	<u>(2,265,677)</u>
Excess (deficiency) of revenues over expenditures	<u>207,253,899</u>	<u>202,574,652</u>	<u>194,191,483</u>	<u>8,383,169</u>
Other Financing Sources (uses):				
Operating transfers in	910,300	6,010,300	5,614,086	(396,214)
Operating transfers out	(9,610,239)	(17,424,701)	(13,727,174)	3,697,527
Total other financing sources (uses)	<u>(8,699,939)</u>	<u>(11,414,401)</u>	<u>(8,113,088)</u>	<u>3,301,313</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 198,553,960</u>	<u>\$ 191,160,251</u>	<u>\$ 186,078,395</u>	<u>\$ 5,081,856</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 161,000	\$ ---	\$ ---	\$ ---
Total revenues	<u>161,000</u>	<u>---</u>	<u>---</u>	<u>---</u>
Expenditures:				
Supplies	27,700	27,700	---	27,700
Services	31,100	57,100	41,127	15,973
Professional & contracted services	2,049,000	1,123,741	379,171	744,570
Debt service	477,243	477,243	477,243	---
Special funded projects	5,374,770	5,374,770	5,374,770	---
Grants	1,037,825	1,055,825	1,029,365	26,460
Total expenditures	<u>8,997,638</u>	<u>8,116,379</u>	<u>7,301,676</u>	<u>814,703</u>
Excess (deficiency) of revenues over expenditures	<u>(8,836,638)</u>	<u>(8,116,379)</u>	<u>(7,301,676)</u>	<u>814,703</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (8,836,638)</u>	<u>\$ (8,116,379)</u>	<u>\$ (7,301,676)</u>	<u>\$ 814,703</u>

Personnel

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 352,653	\$ 352,653	\$ 332,420	\$ (20,233)
Other revenue	---	---	2,707	2,707
Total revenues	<u>352,653</u>	<u>352,653</u>	<u>335,127</u>	<u>(17,526)</u>
Expenditures:				
Salaries	1,624,109	1,618,109	1,572,570	45,539
Other compensation	---	6,000	5,796	204
Fringe benefits	319,866	319,866	289,098	30,768
Supplies	147,405	190,170	123,603	66,567
Services	50,955	64,631	49,709	14,922
Professional & contracted services	165,725	153,895	104,749	49,146
Rent, utilities & maintenance	16,800	16,800	15,367	1,433
Asset acquisitions	32,500	27,295	16,712	10,583
Total expenditures	<u>2,357,360</u>	<u>2,396,766</u>	<u>2,177,604</u>	<u>219,162</u>
Excess (deficiency) of revenues over expenditures	<u>(2,004,707)</u>	<u>(2,044,113)</u>	<u>(1,842,477)</u>	<u>201,636</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (2,004,707)</u>	<u>\$ (2,044,113)</u>	<u>\$ (1,842,477)</u>	<u>\$ 201,636</u>

Risk Management

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 367,709	\$ 367,709	\$ 331,978	\$ 35,731
Fringe benefits	76,996	76,996	69,792	7,204
Supplies	40,100	31,128	16,877	14,251
Services	6,500	6,500	6,311	189
Professional & contracted services	38,625	38,625	38,625	---
Rent, utilities & maintenance	7,500	7,500	2,928	4,572
Asset acquisitions	2,500	2,500	---	2,500
Total expenditures	<u>539,930</u>	<u>530,958</u>	<u>466,511</u>	<u>64,447</u>
Excess (deficiency) of revenues over expenditures	<u>(539,930)</u>	<u>(530,958)</u>	<u>(466,511)</u>	<u>64,447</u>
Other Financing Sources (uses):				
Operating transfers in	<u>170,615</u>	<u>170,615</u>	<u>170,616</u>	<u>1</u>
Total other financing sources (uses)	<u>170,615</u>	<u>170,615</u>	<u>170,616</u>	<u>1</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (369,315)</u>	<u>\$ (360,343)</u>	<u>\$ (295,895)</u>	<u>\$ 64,448</u>

Purchasing

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 423,961	\$ 423,961	\$ 413,394	\$ 10,567
Other compensation	36,000	36,000	---	36,000
Fringe benefits	87,313	87,313	85,987	1,326
Supplies	17,000	12,531	12,531	---
Services	18,500	13,789	10,780	3,009
Professional & contracted services	28,000	28,000	25,425	2,575
Rent, utilities & maintenance	4,600	4,600	4,586	14
Total expenditures	<u>615,374</u>	<u>606,194</u>	<u>552,703</u>	<u>53,491</u>
Excess (deficiency) of revenues over expenditures	<u>(615,374)</u>	<u>(606,194)</u>	<u>(552,703)</u>	<u>53,491</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (615,374)</u>	<u>\$ (606,194)</u>	<u>\$ (552,703)</u>	<u>\$ 53,491</u>

Information Technology

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 673,512	\$ 673,512	\$ 797,212	\$ 123,700
State revenue	1,200	1,200	500	(700)
Federal revenue	1,800	1,800	---	(1,800)
Total revenues	<u>676,512</u>	<u>676,512</u>	<u>797,712</u>	<u>121,200</u>
Expenditures:				
Salaries	4,520,452	4,720,452	4,652,760	67,692
Other compensation	231,788	231,788	223,207	8,581
Fringe benefits	954,902	954,902	819,875	135,027
Supplies	765,687	824,276	367,559	456,717
Services	275,595	279,409	51,090	228,319
Professional & contracted services	919,781	1,348,769	624,334	724,435
Rent, utilities & maintenance	2,226,101	1,971,167	1,825,471	145,696
Asset acquisitions	735,325	564,710	237,418	327,292
Total expenditures	<u>10,629,631</u>	<u>10,895,473</u>	<u>8,801,714</u>	<u>2,093,759</u>
Excess (deficiency) of revenues over expenditures	<u>(9,953,119)</u>	<u>(10,218,961)</u>	<u>(8,004,002)</u>	<u>2,214,959</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (9,953,119)</u>	<u>\$ (10,218,961)</u>	<u>\$ (8,004,002)</u>	<u>\$ 2,214,959</u>

Grants Administration

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 101,461	\$ 101,461	\$ 54,326	\$ 47,135
Fringe benefits	21,180	21,180	11,718	9,462
Supplies	4,600	4,739	1,082	3,657
Services	7,500	7,500	826	6,674
Professional & contracted services	19,000	19,000	---	19,000
Asset acquisitions	3,000	3,000	---	3,000
Total expenditures	<u>156,741</u>	<u>156,880</u>	<u>67,952</u>	<u>88,928</u>
Excess (deficiency) of revenues over expenditures	<u>(156,741)</u>	<u>(156,880)</u>	<u>(67,952)</u>	<u>88,928</u>
Other Financing Sources (Uses):				
Operating transfers out	---	(5,295)	(5,295)	---
Total other financing sources (uses)	<u>---</u>	<u>(5,295)</u>	<u>(5,295)</u>	<u>---</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (156,741)</u>	<u>\$ (162,175)</u>	<u>\$ (73,247)</u>	<u>\$ 88,928</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 1,215,249	\$ 1,203,612	\$ 1,160,921	\$ 42,691
Other compensation	20,000	23,437	23,437	---
Fringe benefits	237,063	237,063	217,407	19,656
Supplies	27,600	32,707	27,692	5,015
Services	11,500	11,500	3,780	7,720
Professional & contracted services	4,000	22,500	13,450	9,050
Rent, utilities & maintenance	1,000	1,000	810	190
Asset acquisitions	25,000	25,000	4,664	20,336
Total expenditures	<u>1,541,412</u>	<u>1,556,819</u>	<u>1,452,161</u>	<u>104,658</u>
Excess (deficiency) of revenues over expenditures	<u>(1,541,412)</u>	<u>(1,556,819)</u>	<u>(1,452,161)</u>	<u>104,658</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (1,541,412)</u>	<u>\$ (1,556,819)</u>	<u>\$ (1,452,161)</u>	<u>\$ 104,658</u>

Agricultural Extension

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 231,298	\$ 232,498	\$ 232,498	\$ ---
Fringe benefits	44,471	50,098	50,098	---
Supplies	4,100	13,336	7,301	6,035
Services	1,500	10,300	5,045	5,255
Rent, utilities & maintenance	52,050	33,750	30,247	3,503
Total expenditures	<u>333,419</u>	<u>339,982</u>	<u>325,189</u>	<u>14,793</u>
Excess (deficiency) of revenues over expenditures	<u>(333,419)</u>	<u>(339,982)</u>	<u>(325,189)</u>	<u>14,793</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (333,419)</u>	<u>\$ (339,982)</u>	<u>\$ (325,189)</u>	<u>\$ 14,793</u>

Assessed Equalization Office
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 277,904	\$ 273,904	\$ 231,917	\$ 41,987
Other compensation	---	4,000	1,929	2,071
Fringe benefits	93,399	93,399	40,380	53,019
Supplies	47,950	47,808	26,666	21,142
Services	375,500	363,500	181,754	181,746
Professional & contracted services	100,000	89,525	23,050	66,475
Rent, utilities & maintenance	12,000	11,760	35	11,725
Asset acquisitions	4,000	16,000	11,950	4,050
Total expenditures	<u>910,753</u>	<u>899,896</u>	<u>517,681</u>	<u>382,215</u>
Excess (deficiency) of revenues over expenditures	<u>(910,753)</u>	<u>(899,896)</u>	<u>(517,681)</u>	<u>382,215</u>
Other Financing Sources (uses):				
Operating transfers out	---	(240)	(239)	1
Total other financing sources (uses)	<u>---</u>	<u>(240)</u>	<u>(239)</u>	<u>1</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (910,753)</u>	<u>\$ (900,136)</u>	<u>\$ (517,920)</u>	<u>\$ 382,216</u>

Elections

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 7,200	\$ 7,200	\$ 10,601	\$ 3,401
State revenue	18,000	18,000	18,000	---
Other revenue	2,200	2,200	3,862	1,662
Total revenues	<u>27,400</u>	<u>27,400</u>	<u>32,463</u>	<u>5,063</u>
Expenditures:				
Salaries	1,227,116	1,216,116	1,031,592	184,524
Other compensation	57,500	69,500	61,197	8,303
Fringe benefits	173,614	172,614	153,923	18,691
Supplies	211,297	300,826	132,051	168,775
Services	376,850	392,881	154,066	238,815
Professional & contracted services	127,000	188,051	150,203	37,848
Rent, utilities & maintenance	235,260	242,390	168,596	73,794
Asset acquisitions	28,434	33,934	8,731	25,203
Total expenditures	<u>2,437,071</u>	<u>2,616,312</u>	<u>1,860,359</u>	<u>755,953</u>
Excess (deficiency) of revenues over expenditures	<u>(2,409,671)</u>	<u>(2,588,912)</u>	<u>(1,827,896)</u>	<u>761,016</u>
Other Financing Sources (uses):				
Operating transfers out	---	(178)	(178)	---
Total other financing sources (uses)	<u>---</u>	<u>(178)</u>	<u>(178)</u>	<u>---</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (2,409,671)</u>	<u>\$ (2,589,090)</u>	<u>\$ (1,828,074)</u>	<u>\$ 761,016</u>

Film & Television

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 130,868	\$ 130,868	\$ 130,868	\$ ---
Total revenues	<u>130,868</u>	<u>130,868</u>	<u>130,868</u>	<u>---</u>
Expenditures:				
Salaries	118,196	125,009	125,009	---
Other compensation	9,000	9,000	7,090	1,910
Fringe benefits	24,270	24,270	21,450	2,820
Supplies	24,300	41,819	41,819	---
Services	41,800	59,925	59,925	---
Professional & contracted services	9,970	8,128	7,542	586
Rent, utilities & maintenance	34,200	17,170	17,170	---
Total expenditures	<u>261,736</u>	<u>285,321</u>	<u>280,005</u>	<u>5,316</u>
Excess (deficiency) of revenues over expenditures	<u>(130,868)</u>	<u>(154,453)</u>	<u>(149,137)</u>	<u>5,316</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (130,868)</u>	<u>\$ (154,453)</u>	<u>\$ (149,137)</u>	<u>\$ 5,316</u>

Jury Selection Office

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 177,205	\$ 183,455	\$ 183,415	\$ 40
Fringe benefits	31,242	33,192	33,131	61
Supplies	7,750	7,750	1,724	6,026
Services	601,300	601,710	551,223	50,487
Professional & contracted services	7,400	3,200	746	2,454
Total expenditures	<u>824,897</u>	<u>829,307</u>	<u>770,239</u>	<u>59,068</u>
Excess (deficiency) of revenues over expenditures	<u>(824,897)</u>	<u>(829,307)</u>	<u>(770,239)</u>	<u>59,068</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (824,897)</u>	<u>\$ (829,307)</u>	<u>\$ (770,239)</u>	<u>\$ 59,068</u>

Soil Conservation

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 56,409	\$ 56,412	\$ 56,412	\$ ---
Fringe benefits	15,976	16,209	16,209	---
Supplies	3,000	3,000	2,821	179
Services	4,000	3,500	2,186	1,314
Professional & contracted services	2,500	3,000	2,635	365
Total expenditures	<u>81,885</u>	<u>82,121</u>	<u>80,263</u>	<u>1,858</u>
Excess (deficiency) of revenues over expenditures	<u>(81,885)</u>	<u>(82,121)</u>	<u>(80,263)</u>	<u>1,858</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (81,885)</u>	<u>\$ (82,121)</u>	<u>\$ (80,263)</u>	<u>\$ 1,858</u>

Support Services

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 1,109,564	\$ 1,109,564	\$ 579,206	\$ (530,358)
Elected officials fines and fees	---	6,532,000	4,145,564	(2,386,436)
Other revenue	---	---	63,872	63,872
Total revenues	<u>1,109,564</u>	<u>7,641,564</u>	<u>4,788,642</u>	<u>(2,852,922)</u>
Expenditures:				
Salaries	3,811,260	4,233,997	4,233,997	---
Other compensation	233,572	191,587	190,312	1,275
Fringe benefits	939,112	862,360	862,360	---
Supplies	335,810	401,135	401,135	---
Services	15,780	21,792	21,792	---
Professional & contracted services	1,655,480	2,731,348	2,226,903	504,445
Rent, utilities & maintenance	4,495,466	5,372,886	5,372,886	---
Asset acquisitions	20,000	67,564	57,502	10,062
Total expenditures	<u>11,506,480</u>	<u>13,882,669</u>	<u>13,366,887</u>	<u>515,782</u>
Excess (deficiency) of revenues over expenditures	<u>(10,396,916)</u>	<u>(6,241,105)</u>	<u>(8,578,245)</u>	<u>(2,337,140)</u>
Other Financing Sources (uses):				
Operating transfers in	491,350	1,587,779	1,203,483	(384,296)
Planned use of fund balance	---	2,554,166	---	(2,554,166)
Operating transfers out	---	(2,058,454)	(2,058,454)	---
Total other financing sources (uses)	<u>491,350</u>	<u>2,083,491</u>	<u>(854,971)</u>	<u>(2,938,462)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (9,905,566)</u>	<u>\$ (4,157,614)</u>	<u>\$ (9,433,216)</u>	<u>\$ (5,275,602)</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 229,511	\$ 229,511	\$ 238,365	\$ 8,854
Total revenues	229,511	229,511	238,365	8,854
Expenditures:				
Salaries	420,321	420,321	406,281	14,040
Other compensation	8,000	8,000	6,766	1,234
Fringe benefits	107,358	107,358	85,806	21,552
Supplies	93,750	93,133	79,624	13,509
Services	12,650	12,650	3,881	8,769
Professional & contracted services	5,000	5,000	81	4,919
Rent, utilities & maintenance	36,000	36,000	23,175	12,825
Asset acquisitions	52,500	52,500	16,350	36,150
Total expenditures	735,579	734,962	621,964	112,998
Excess (deficiency) of revenues over expenditures	(506,068)	(505,451)	(383,599)	121,852
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (506,068)	\$ (505,451)	\$ (383,599)	\$ 121,852

Director - Planning & Development
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 83,591	\$ 83,591	\$ ---	\$ (83,591)
Total revenues	83,591	83,591	---	(83,591)
Expenditures:				
Salaries	244,832	244,832	194,112	50,720
Fringe benefits	50,274	50,274	30,674	19,600
Supplies	6,250	7,738	5,294	2,444
Services	6,250	6,010	3,290	2,720
Professional & contracted services	75	115	81	34
Rent, utilities & maintenance	6,000	6,000	3,181	2,819
Asset acquisitions	3,500	1,303	---	1,303
Total expenditures	317,181	316,272	236,632	79,640
Excess (deficiency) of revenues over expenditures	(233,590)	(232,681)	(236,632)	(3,951)
Other Financing Sources (uses):				
Operating transfers in	150,000	150,000	168,924	18,924
Operating transfers out	---	(22,277)	(22,277)	---
Total other financing sources (uses)	150,000	127,723	146,647	18,924
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (83,590)	\$ (104,958)	\$ (89,985)	\$ 14,973

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 1,174,618	\$ 1,174,618	\$ 967,204	\$ (207,414)
Total revenues	1,174,618	1,174,618	967,204	(207,414)
Expenditures:				
Salaries	1,298,579	1,292,579	1,150,071	142,508
Other compensation	---	6,000	5,771	229
Fringe benefits	277,256	277,256	219,341	57,915
Supplies	63,950	61,625	38,120	23,505
Services	41,450	41,250	15,819	25,431
Professional & contracted services	50,000	70,125	42,285	27,840
Rent, utilities & maintenance	67,000	67,000	43,958	23,042
Asset acquisitions	52,000	52,512	24,411	28,101
Total expenditures	1,850,235	1,868,347	1,539,776	328,571
Excess (deficiency) of revenues over expenditures	(675,617)	(693,729)	(572,572)	121,157
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (675,617)	\$ (693,729)	\$ (572,572)	\$ 121,157

Local Economic & Resource Development
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 59,301	\$ 59,301	\$ 52,348	\$ (6,953)
Total revenues	59,301	59,301	52,348	(6,953)
Expenditures:				
Salaries	78,486	78,492	78,492	---
Fringe benefits	16,116	16,110	14,789	1,321
Supplies	8,000	10,048	2,666	7,382
Services	9,000	6,934	3,761	3,173
Professional & contracted services	1,500	1,234	---	1,234
Rent, utilities & maintenance	5,500	5,766	5,766	---
Asset acquisitions	---	2,066	2,066	---
Total expenditures	118,602	120,650	107,540	13,110
Excess (deficiency) of revenues over expenditures	(59,301)	(61,349)	(55,192)	6,157
Other Financing Sources (uses):				
Operating transfers in	63,697	63,697	47,754	(15,943)
Total other financing sources (uses)	63,697	63,697	47,754	(15,943)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ 4,396	\$ 2,348	\$ (7,438)	\$ (9,786)

Department of Housing
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local taxes	\$ ---	\$ ---	\$ 2,025	\$ 2,025
Local revenue	12,000	12,000	21,818	9,818
Total revenues	12,000	12,000	23,843	11,843
Expenditures:				
Salaries	503,092	503,092	471,321	31,771
Fringe benefits	103,305	103,305	87,296	16,009
Supplies	20,050	21,828	17,089	4,739
Services	40,700	40,700	14,242	26,458
Professional & contracted services	2,300	507,945	1,780	506,165
Rent, utilities & maintenance	45,600	47,003	11,545	35,458
Asset acquisitions	4,000	12,026	8,026	4,000
Total expenditures	719,047	1,235,899	611,299	624,600
Excess (deficiency) of revenues over expenditures	(707,047)	(1,223,899)	(587,456)	636,443
Other Financing Sources (uses):				
Operating transfers in	216,886	1,436,426	1,419,631	(16,795)
Operating transfers out	---	(223,346)	(143,521)	79,825
Total other financing sources (uses)	216,886	1,213,080	1,276,110	63,030
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (490,161)	\$ (10,819)	\$ 688,654	\$ 699,473

Department of Regional Services
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 1,043,814	\$ 1,043,649	\$ 698,479	\$ 345,170
Other compensation	---	165	165	---
Fringe benefits	217,467	217,467	129,176	88,291
Services	---	400	173	227
Total expenditures	<u>1,261,281</u>	<u>1,261,681</u>	<u>827,993</u>	<u>433,688</u>
Excess (deficiency) of revenues over expenditures	<u>(1,261,281)</u>	<u>(1,261,681)</u>	<u>(827,993)</u>	<u>433,688</u>
Other Financing Sources (uses):				
Operating transfers in	1,481,433	1,481,433	818,126	(663,307)
Operating transfers out	<u>(356,382)</u>	<u>(356,382)</u>	<u>(78,148)</u>	<u>278,234</u>
Total other financing sources (uses)	<u>1,125,051</u>	<u>1,125,051</u>	<u>739,978</u>	<u>(385,073)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (136,230)</u>	<u>\$ (136,630)</u>	<u>\$ (88,015)</u>	<u>\$ 48,615</u>

Director & Staff - Public Works
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 367,782	\$ 367,782	\$ 307,352	\$ (60,430)
Other revenue	---	---	84,325	84,325
Total revenues	<u>367,782</u>	<u>367,782</u>	<u>391,677</u>	<u>23,895</u>
Expenditures:				
Salaries	560,744	560,744	522,654	38,090
Other compensation	10,465	10,924	10,924	---
Fringe benefits	117,007	117,007	89,870	27,137
Supplies	21,367	17,207	17,207	---
Services	28,907	36,089	36,089	---
Professional & contracted services	141,190	74,257	74,257	---
Rent, utilities & maintenance	126,796	125,986	125,986	---
Asset acquisitions	5,500	2,753	2,753	---
Total expenditures	<u>1,011,976</u>	<u>944,967</u>	<u>879,740</u>	<u>65,227</u>
Excess (deficiency) of revenues over expenditures	<u>(644,194)</u>	<u>(577,185)</u>	<u>(488,063)</u>	<u>89,122</u>
Other Financing Sources (uses):				
Operating transfers out	<u>(305,521)</u>	<u>(312,021)</u>	<u>(220,086)</u>	<u>91,935</u>
Total other financing sources (uses)	<u>(305,521)</u>	<u>(312,021)</u>	<u>(220,086)</u>	<u>91,935</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (949,715)</u>	<u>\$ (889,206)</u>	<u>\$ (708,149)</u>	<u>\$ 181,057</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 341,553	\$ 341,553	\$ 192,332	\$ (149,221)
Total revenues	341,553	341,553	192,332	(149,221)
Expenditures:				
Salaries	1,781,714	1,769,255	1,646,828	122,427
Other compensation	---	12,000	10,563	1,437
Fringe benefits	323,967	323,967	302,334	21,633
Supplies	62,000	63,761	63,761	---
Services	24,050	22,101	22,101	---
Professional & contracted services	125,200	174,424	174,424	---
Rent, utilities & maintenance	133,400	227,897	227,897	---
Asset acquisitions	13,500	6,789	6,789	---
Total expenditures	2,463,831	2,600,194	2,454,697	145,497
Excess (deficiency) of revenues over expenditures	(2,122,278)	(2,258,641)	(2,262,365)	(3,724)
Other Financing Sources (uses):				
Operating transfers in	1,450,000	1,454,045	1,493,994	39,949
Operating transfers out	---	(5,000)	(1,502)	3,498
Total other financing sources (uses)	1,450,000	1,449,045	1,492,492	43,447
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (672,278)	\$ (809,596)	\$ (769,873)	\$ 39,723

Emergency Management
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Professional & contracted services	\$ 226,980	\$ 226,980	\$ 226,980	\$ ---
Total expenditures	226,980	226,980	226,980	---
Excess (deficiency) of revenues over expenditures	(226,980)	(226,980)	(226,980)	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (226,980)	\$ (226,980)	\$ (226,980)	\$ ---

Chickasaw Basin Authority
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Other revenue	\$ 98,634	\$ 98,634	\$ 171,437	\$ 72,803
Total revenues	98,634	98,634	171,437	72,803
Expenditures:				
Supplies	3,310	8,310	7,244	1,066
Services	20,740	5,240	2,617	2,623
Professional & contracted services	62,584	7,982	6,861	1,121
Rent, utilities & maintenance	10,000	10,000	---	10,000
Asset acquisitions	2,000	3,500	---	3,500
Total expenditures	98,634	35,032	16,722	18,310
Excess (deficiency) of revenues over expenditures	---	63,602	154,715	91,113
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ 63,602	\$ 154,715	\$ 91,113

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 353,000	\$ 353,000	\$ 150,682	\$ (202,318)
Other revenue	38,000	38,000	338	(37,662)
Total revenues	<u>391,000</u>	<u>391,000</u>	<u>151,020</u>	<u>(239,980)</u>
Expenditures:				
Salaries	386,079	376,079	324,657	51,422
Other compensation	5,000	15,000	11,943	3,057
Fringe benefits	83,131	83,131	63,485	19,646
Supplies	51,800	51,743	51,743	---
Services	7,600	497	497	---
Professional & contracted services	44,000	14,862	14,862	---
Rent, utilities & maintenance	156,800	214,805	214,805	---
Asset acquisitions	10,000	19,800	19,800	---
Total expenditures	<u>744,410</u>	<u>775,917</u>	<u>701,792</u>	<u>74,125</u>
Excess (deficiency) of revenues over expenditures	<u>(353,410)</u>	<u>(384,917)</u>	<u>(550,772)</u>	<u>(165,855)</u>
Other Financing Sources (uses):				
Operating transfers in	---	25,000	25,000	---
Operating transfers out	(20,000)	(20,000)	(19,990)	10
Total other financing sources (uses)	<u>(20,000)</u>	<u>5,000</u>	<u>5,010</u>	<u>10</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (373,410)</u>	<u>\$ (379,917)</u>	<u>\$ (545,762)</u>	<u>\$ (165,845)</u>

Parks

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ 107,800	\$ 83,662	\$ (24,138)
Other revenue	579,800	552,000	417,989	(134,011)
Total revenues	579,800	659,800	501,651	(158,149)
Expenditures:				
Salaries	181,021	181,122	181,122	---
Other compensation	526,000	525,899	438,859	87,040
Fringe benefits	25,332	25,332	25,232	100
Supplies	102,600	85,198	85,198	---
Services	11,500	14,000	9,954	4,046
Professional & contracted services	15,500	16,321	13,749	2,572
Rent, utilities & maintenance	291,300	313,369	313,369	---
Asset acquisitions	31,500	2,294	---	2,294
Contingencies & restrictions	(77,100)	2,900	---	2,900
Total expenditures	1,107,653	1,166,435	1,067,483	98,952
Excess (deficiency) of revenues over expenditures	(527,853)	(506,635)	(565,832)	(59,197)
Other Financing Sources (uses):				
Operating transfers out	(13,000)	(13,000)	(6,089)	6,911
Total other financing sources (uses)	(13,000)	(13,000)	(6,089)	6,911
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (540,853)	\$ (519,635)	\$ (571,921)	\$ (52,286)

Port Commission

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 608,862	\$ 608,862	\$ 657,650	\$ 48,788
Other revenue	---	---	39,751	39,751
Total revenues	<u>608,862</u>	<u>608,862</u>	<u>697,401</u>	<u>88,539</u>
Expenditures:				
Supplies	415,500	414,927	361,121	53,806
Contingencies & restrictions	(467,985)	---	---	---
Total expenditures	<u>(52,485)</u>	<u>414,927</u>	<u>361,121</u>	<u>53,806</u>
Excess (deficiency) of revenues over expenditures	<u>661,347</u>	<u>193,935</u>	<u>336,280</u>	<u>142,345</u>
Other Financing Sources (uses):				
Operating transfers out	(661,347)	(661,347)	(336,280)	325,067
Total other financing sources (uses)	<u>(661,347)</u>	<u>(661,347)</u>	<u>(336,280)</u>	<u>325,067</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ (467,412)</u>	<u>\$ ---</u>	<u>\$ 467,412</u>

Security and Investigation
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 1,244,840	\$ 1,244,840	\$ 1,219,987	\$ 24,853
Other compensation	1,178,384	1,165,601	1,052,016	113,585
Fringe benefits	302,498	302,498	214,455	88,043
Supplies	71,133	62,979	62,979	---
Services	14,380	18,097	18,097	---
Professional & contracted services	(1,560,828)	(1,562,403)	(1,564,286)	1,883
Rent, utilities & maintenance	53,210	52,402	52,402	---
Asset acquisitions	10,960	22,249	22,249	---
Total expenditures	<u>1,314,577</u>	<u>1,306,263</u>	<u>1,077,899</u>	<u>228,364</u>
Excess (deficiency) of revenues over expenditures	<u>(1,314,577)</u>	<u>(1,306,263)</u>	<u>(1,077,899)</u>	<u>228,364</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (1,314,577)</u>	<u>\$ (1,306,263)</u>	<u>\$ (1,077,899)</u>	<u>\$ 228,364</u>

Director - Health Services

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 131,668	\$ 132,729	\$ 132,729	\$ ---
Fringe benefits	27,037	25,976	20,419	5,557
Total expenditures	<u>158,705</u>	<u>158,705</u>	<u>153,148</u>	<u>5,557</u>
Excess (deficiency) of revenues over expenditures	<u>(158,705)</u>	<u>(158,705)</u>	<u>(153,148)</u>	<u>5,557</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (158,705)</u>	<u>\$ (158,705)</u>	<u>\$ (153,148)</u>	<u>\$ 5,557</u>

Forensic Services

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 668,690	\$ 730,259	\$ 753,008	\$ 22,749
Total revenues	<u>668,690</u>	<u>730,259</u>	<u>753,008</u>	<u>22,749</u>
Expenditures:				
Supplies	2,200	4,100	3,700	400
Services	200	200	---	200
Professional & contracted services	1,619,608	1,886,732	1,885,852	880
Rent, utilities & maintenance	80,000	73,362	73,362	---
Asset acquisitions	8,000	37,088	37,088	---
Total expenditures	<u>1,710,008</u>	<u>2,001,482</u>	<u>2,000,002</u>	<u>1,480</u>
Excess (deficiency) of revenues over expenditures	<u>(1,041,318)</u>	<u>(1,271,223)</u>	<u>(1,246,994)</u>	<u>24,229</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (1,041,318)</u>	<u>\$ (1,271,223)</u>	<u>\$ (1,246,994)</u>	<u>\$ 24,229</u>

Administration & Finance - Health Services
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 11,362,758	\$ 11,362,758	\$ 10,419,499	\$ (943,259)
Patient service revenue	27,500	27,500	84,244	56,744
Other revenue	1,000	1,000	460	(540)
Total revenues	<u>11,391,258</u>	<u>11,391,258</u>	<u>10,504,203</u>	<u>(887,055)</u>
Expenditures:				
Salaries	3,174,926	3,158,926	3,141,284	17,642
Other compensation	39,545	55,545	21,778	33,767
Fringe benefits	309,591	309,591	280,014	29,577
Supplies	97,458	122,879	61,560	61,319
Services	26,589	23,116	23,116	---
Professional & contracted services	4,376,005	4,733,595	4,677,298	56,297
Rent, utilities & maintenance	412,972	457,086	441,630	15,456
Asset acquisitions	3,200	4,910	4,798	112
Total expenditures	<u>8,440,286</u>	<u>8,865,648</u>	<u>8,651,478</u>	<u>214,170</u>
Excess (deficiency) of revenues over expenditures	<u>2,950,972</u>	<u>2,525,610</u>	<u>1,852,725</u>	<u>(672,885)</u>
Other Financing Sources (uses):				
Operating transfers in	1,985,362	2,836,334	2,323,376	(512,958)
Operating transfers out	<u>(127,500)</u>	<u>(535,212)</u>	<u>(528,396)</u>	<u>6,816</u>
Total other financing sources (uses)	<u>1,857,862</u>	<u>2,301,122</u>	<u>1,794,980</u>	<u>(506,142)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 4,808,834</u>	<u>\$ 4,826,732</u>	<u>\$ 3,647,705</u>	<u>\$ (1,179,027)</u>

Environmental Health Services
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 1,916,136	\$ 2,055,120	\$ 2,988,629	\$ 933,509
State revenue	438,382	438,382	398,150	(40,232)
Total revenues	<u>2,354,518</u>	<u>2,493,502</u>	<u>3,386,779</u>	<u>893,277</u>
Expenditures:				
Salaries	3,961,057	4,025,982	3,936,571	89,411
Other compensation	23,875	62,875	36,556	26,319
Fringe benefits	895,718	916,897	779,198	137,699
Supplies	180,353	165,870	128,104	37,766
Services	143,190	137,317	97,686	39,631
Professional & contracted services	93,851	97,745	97,745	---
Rent, utilities & maintenance	144,101	168,333	168,333	---
Asset acquisitions	134,950	147,678	65,568	82,110
Total expenditures	<u>5,577,095</u>	<u>5,722,697</u>	<u>5,309,761</u>	<u>412,936</u>
Excess (deficiency) of revenues over expenditures	<u>(3,222,577)</u>	<u>(3,229,195)</u>	<u>(1,922,982)</u>	<u>1,306,213</u>
Other Financing Sources (Uses):				
Planned use of fund balance	100,577	94,766	---	(94,766)
Operating transfers out	(1,489,462)	(1,513,801)	(1,120,660)	393,141
Total other financing sources (uses)	<u>(1,388,885)</u>	<u>(1,419,035)</u>	<u>(1,120,660)</u>	<u>298,375</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (4,611,462)</u>	<u>\$ (4,648,230)</u>	<u>\$ (3,043,642)</u>	<u>\$ 1,604,588</u>

Personal Health Services

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 1,679,457	\$ 1,705,457	\$ 1,229,079	\$ (476,378)
State revenue	28,000	28,000	14,792	(13,208)
Patient service revenue	616,900	556,900	724,627	167,727
Total revenues	<u>2,324,357</u>	<u>2,290,357</u>	<u>1,968,498</u>	<u>(321,859)</u>
Expenditures:				
Salaries	4,488,242	4,223,840	3,988,601	235,239
Other compensation	67,600	175,502	175,502	---
Fringe benefits	1,035,435	1,027,335	752,206	275,129
Supplies	989,266	984,174	793,665	190,509
Services	160,362	128,432	62,259	66,173
Professional & contracted services	5,129,228	5,317,358	5,204,314	113,044
Rent, utilities & maintenance	813,527	913,189	736,231	176,958
Asset acquisitions	72,238	65,818	18,327	47,491
Total expenditures	<u>12,755,898</u>	<u>12,835,648</u>	<u>11,731,105</u>	<u>1,104,543</u>
Excess (deficiency) of revenues over expenditures	<u>(10,431,541)</u>	<u>(10,545,291)</u>	<u>(9,762,607)</u>	<u>782,684</u>
Other Financing Sources (uses):				
Operating transfers in	1,417,856	1,517,956	1,348,552	(169,404)
Operating transfers out	(11,379)	(137,379)	(114,893)	22,486
Total other financing sources (uses)	<u>1,406,477</u>	<u>1,380,577</u>	<u>1,233,659</u>	<u>(146,918)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (9,025,064)</u>	<u>\$ (9,164,714)</u>	<u>\$ (8,528,948)</u>	<u>\$ 635,766</u>

Assessment & Assurance

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 623,000	\$ 623,000	\$ 596,718	\$ (26,282)
Total revenues	623,000	623,000	596,718	(26,282)
Expenditures:				
Salaries	762,623	757,791	666,469	91,322
Other compensation	13,640	24,472	24,472	---
Fringe benefits	174,323	168,323	127,511	40,812
Supplies	72,821	90,925	59,841	31,084
Services	48,692	37,892	26,011	11,881
Professional & contracted services	120,800	116,186	112,839	3,347
Rent, utilities & maintenance	79,945	78,045	75,190	2,855
Asset acquisitions	35,500	11,079	5,579	5,500
Total expenditures	1,308,344	1,284,713	1,097,912	186,801
Excess (deficiency) of revenues over expenditures	(685,344)	(661,713)	(501,194)	160,519
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (685,344)	\$ (661,713)	\$ (501,194)	\$ 160,519

Director - Community Services

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 179,615	\$ 179,901	\$ 179,901	\$ ---
Other compensation	---	228	228	---
Fringe benefits	27,874	31,782	31,782	---
Supplies	2,120	2,204	2,019	185
Services	200	200	---	200
Total expenditures	<u>209,809</u>	<u>214,315</u>	<u>213,930</u>	<u>385</u>
Excess (deficiency) of revenues over expenditures	<u>(209,809)</u>	<u>(214,315)</u>	<u>(213,930)</u>	<u>385</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (209,809)</u>	<u>\$ (214,315)</u>	<u>\$ (213,930)</u>	<u>\$ 385</u>

Special Funded Projects

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Elected official fines and fees	\$ 27,500	\$ 59,925	\$ 45,997	\$ (13,928)
Total revenues	<u>27,500</u>	<u>59,925</u>	<u>45,997</u>	<u>(13,928)</u>
Expenditures:				
Salaries	40,661	25,385	---	25,385
Fringe benefits	3,399	3,399	406	2,993
Services	50,000	250,000	209,873	40,127
Professional & contracted services	38,939	70,815	29,472	41,343
Rent, utilities & maintenance	---	6,575	6,574	1
Total expenditures	<u>132,999</u>	<u>356,174</u>	<u>246,325</u>	<u>109,849</u>
Excess (deficiency) of revenues over expenditures	<u>(105,499)</u>	<u>(296,249)</u>	<u>(200,328)</u>	<u>95,921</u>
Other Financing Sources (uses):				
Operating transfers in	71,000	71,000	3,490	(67,510)
Operating transfers out	<u>(346,033)</u>	<u>(242,649)</u>	<u>(231,440)</u>	<u>11,209</u>
Total other financing sources (uses)	<u>(275,033)</u>	<u>(171,649)</u>	<u>(227,950)</u>	<u>(56,301)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (380,532)</u>	<u>\$ (467,898)</u>	<u>\$ (428,278)</u>	<u>\$ 39,620</u>

Alcohol Rehabilitation

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Other revenue	\$ 147,820	\$ 147,820	\$ 158,857	\$ 11,037
Total revenues	147,820	147,820	158,857	11,037
Expenditures:				
Salaries	251,077	205,168	197,861	7,307
Other compensation	---	6,000	5,771	229
Fringe benefits	44,587	39,803	33,994	5,809
Supplies	4,950	4,950	3,045	1,905
Services	4,200	4,127	976	3,151
Rent, utilities & maintenance	29,500	29,573	29,573	---
Total expenditures	334,314	289,621	271,220	18,401
Excess (deficiency) of revenues over expenditures	(186,494)	(141,801)	(112,363)	29,438
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (186,494)	\$ (141,801)	\$ (112,363)	\$ 29,438

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 83,150	\$ 84,702	\$ 84,702	\$ ---
Fringe benefits	23,640	23,732	23,732	---
Supplies	5,600	9,530	8,970	560
Services	1,950	---	---	---
Rent, utilities & maintenance	1,700	1,700	1,650	50
Total expenditures	<u>116,040</u>	<u>119,664</u>	<u>119,054</u>	<u>610</u>
Excess (deficiency) of revenues over expenditures	<u>(116,040)</u>	<u>(119,664)</u>	<u>(119,054)</u>	<u>610</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (116,040)</u>	<u>\$ (119,664)</u>	<u>\$ (119,054)</u>	<u>\$ 610</u>

Pretrial Services

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 687,914	\$ 687,914	\$ 535,909	\$ (152,005)
Total revenues	687,914	687,914	535,909	(152,005)
Expenditures:				
Salaries	2,055,311	2,055,311	2,017,014	38,297
Other compensation	7,725	7,725	4,643	3,082
Fringe benefits	464,591	464,591	398,304	66,287
Supplies	47,592	48,327	27,451	20,876
Services	16,624	16,624	2,831	13,793
Professional & contracted services	40,655	40,655	---	40,655
Rent, utilities & maintenance	14,200	14,200	14,200	---
Asset acquisition	20,700	20,700	1,088	19,612
Total expenditures	2,667,398	2,668,133	2,465,531	202,602
Excess (deficiency) of revenues over expenditures	(1,979,484)	(1,980,219)	(1,929,622)	50,597
Other Financing Sources (uses):				
Operating transfers out	(50,690)	(190,004)	(190,004)	---
Total other financing sources (uses)	(50,690)	(190,004)	(190,004)	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (2,030,174)	\$ (2,170,223)	\$ (2,119,626)	\$ 50,597

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 91,599	\$ 91,948	\$ 91,948	\$ ---
Fringe benefits	19,388	21,565	21,565	---
Supplies	4,150	1,150	879	271
Services	5,442	3,442	2,717	725
Rent, utilities & maintenance	600	5,600	4,875	725
Total expenditures	<u>121,179</u>	<u>123,705</u>	<u>121,984</u>	<u>1,721</u>
Excess (deficiency) of revenues over expenditures	<u>(121,179)</u>	<u>(123,705)</u>	<u>(121,984)</u>	<u>1,721</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (121,179)</u>	<u>\$ (123,705)</u>	<u>\$ (121,984)</u>	<u>\$ 1,721</u>

Weights and Measures

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 47,067	\$ 89,916	\$ 89,916	\$ ---
Fringe benefits	10,147	18,675	18,675	---
Supplies	4,699	4,699	650	4,049
Services	4,200	4,200	1,113	3,087
Professional & contracted services	100	100	75	25
Rent, utilities & maintenance	1,000	1,000	600	400
Asset acquisitions	4,000	4,000	---	4,000
Total expenditures	<u>71,213</u>	<u>122,590</u>	<u>111,029</u>	<u>11,561</u>
Excess (deficiency) of revenues over expenditures	<u>(71,213)</u>	<u>(122,590)</u>	<u>(111,029)</u>	<u>11,561</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (71,213)</u>	<u>\$ (122,590)</u>	<u>\$ (111,029)</u>	<u>\$ 11,561</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 877,004	\$ 877,004	\$ 1,142,801	\$ 265,797
State revenue	5,000,000	5,000,000	2,171,685	(2,828,315)
Elected officials fines and fees	1,599,596	1,599,596	1,771,032	171,436
Other revenue	60,600	60,600	71,985	11,385
Total revenues	<u>7,537,200</u>	<u>7,537,200</u>	<u>5,157,503</u>	<u>(2,379,697)</u>
Expenditures:				
Salaries	81,108,374	80,560,400	80,419,136	141,264
Other compensation	9,864,406	11,058,682	11,058,682	---
Fringe benefits	20,885,673	20,885,673	16,526,387	4,359,286
Supplies	8,779,743	8,284,369	7,513,449	770,920
Services	2,376,137	2,029,561	1,761,856	267,705
Professional & contracted services	2,458,383	1,581,736	1,529,599	52,137
Rent, utilities & maintenance	3,952,408	3,563,859	3,223,182	340,677
Asset acquisitions	3,864,495	3,966,719	859,102	3,107,617
Contingencies & restrictions	(7,645,457)	(7,645,457)	---	(7,645,457)
Total expenditures	<u>125,644,162</u>	<u>124,285,542</u>	<u>122,891,393</u>	<u>1,394,149</u>
Excess (deficiency) of revenues over expenditures	<u>(118,106,962)</u>	<u>(116,748,342)</u>	<u>(117,733,890)</u>	<u>(985,548)</u>
Other Financing Sources (uses):				
Operating transfers out	---	(4,000)	(141,129)	(137,129)
Total other financing sources (uses)	<u>---</u>	<u>(4,000)</u>	<u>(141,129)</u>	<u>(137,129)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (118,106,962)</u>	<u>\$ (116,752,342)</u>	<u>\$ (117,875,019)</u>	<u>\$ (1,122,677)</u>

Chancery Court Judges

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 55,690	\$ 55,690	\$ 37,827	\$ 17,863
Fringe benefits	4,656	4,656	3,450	1,206
Total expenditures	<u>60,346</u>	<u>60,346</u>	<u>41,277</u>	<u>19,069</u>
Excess (deficiency) of revenues over expenditures	<u>(60,346)</u>	<u>(60,346)</u>	<u>(41,277)</u>	<u>19,069</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (60,346)</u>	<u>\$ (60,346)</u>	<u>\$ (41,277)</u>	<u>\$ 19,069</u>

Circuit Court Judges

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 103,950	\$ 103,803	\$ 101,924	\$ 1,879
Fringe benefits	8,689	8,836	8,836	---
Total expenditures	<u>112,639</u>	<u>112,639</u>	<u>110,760</u>	<u>1,879</u>
Excess (deficiency) of revenues over expenditures	<u>(112,639)</u>	<u>(112,639)</u>	<u>(110,760)</u>	<u>1,879</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (112,639)</u>	<u>\$ (112,639)</u>	<u>\$ (110,760)</u>	<u>\$ 1,879</u>

Criminal Court Judges

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 64,981	\$ 64,981	\$ 52,245	\$ 12,736
Fringe benefits	5,432	5,432	4,647	785
Asset acquisitions	13,090	13,090	---	13,090
Total expenditures	<u>83,503</u>	<u>83,503</u>	<u>56,892</u>	<u>26,611</u>
Excess (deficiency) of revenues over expenditures	<u>(83,503)</u>	<u>(83,503)</u>	<u>(56,892)</u>	<u>26,611</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (83,503)</u>	<u>\$ (83,503)</u>	<u>\$ (56,892)</u>	<u>\$ 26,611</u>

General Sessions Civil Court Judges
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 714,621	\$ 714,621	\$ 713,603	\$ 1,018
Fringe benefits	104,007	104,007	102,378	1,629
Supplies	16,705	15,323	12,290	3,033
Services	34,920	28,880	15,064	13,816
Rent, utilities & maintenance	6,750	12,750	12,016	734
Asset acquisitions	8,000	8,000	---	8,000
Total expenditures	<u>885,003</u>	<u>883,581</u>	<u>855,351</u>	<u>28,230</u>
Excess (deficiency) of revenues over expenditures	<u>(885,003)</u>	<u>(883,581)</u>	<u>(855,351)</u>	<u>28,230</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (885,003)</u>	<u>\$ (883,581)</u>	<u>\$ (855,351)</u>	<u>\$ 28,230</u>

General Sessions Criminal Court Judges
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Elected officials fines and fees	\$ ---	\$ ---	\$ 36,496	\$ 36,496
Total revenues	---	---	36,496	36,496
Expenditures:				
Salaries	1,623,451	1,623,451	1,569,273	54,178
Fringe benefits	234,588	234,588	225,086	9,502
Supplies	52,125	51,651	45,262	6,389
Services	52,100	44,769	32,707	12,062
Professional & contracted services	---	1,501	---	1,501
Rent, utilities & maintenance	33,450	33,450	15,779	17,671
Asset acquisitions	23,850	23,850	7,213	16,637
Total expenditures	2,019,564	2,013,260	1,895,320	117,940
Excess (deficiency) of revenues over expenditures	(2,019,564)	(2,013,260)	(1,858,824)	154,436
Other Financing Sources (uses):				
Operating transfers in	---	1,501	1,501	---
Operating transfers out	(3,083)	(10,914)	(10,096)	818
Total other financing sources (uses)	(3,083)	(9,413)	(8,595)	818
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (2,022,647)	\$ (2,022,673)	\$ (1,867,419)	\$ 155,254

Probate Court Judges

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 293,582	\$ 293,582	\$ 298,934	\$ (5,352)
Fringe benefits	46,342	46,342	50,828	(4,486)
Total expenditures	<u>339,924</u>	<u>339,924</u>	<u>349,762</u>	<u>(9,838)</u>
Excess (deficiency) of revenues over expenditures	<u>(339,924)</u>	<u>(339,924)</u>	<u>(349,762)</u>	<u>(9,838)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (339,924)</u>	<u>\$ (339,924)</u>	<u>\$ (349,762)</u>	<u>\$ (9,838)</u>

Chancery Court Clerk

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Elected officials fines and fees	\$ 1,601,136	\$ 1,601,136	\$ 2,525,668	\$ 924,532
Other revenue	102,763	102,763	108,748	5,985
Total revenues	<u>1,703,899</u>	<u>1,703,899</u>	<u>2,634,416</u>	<u>930,517</u>
Expenditures:				
Salaries	806,549	806,549	733,126	73,423
Fringe benefits	153,686	153,686	141,703	11,983
Supplies	59,000	62,500	52,023	10,477
Services	42,700	43,505	16,745	26,760
Professional & contracted services	1,750	1,750	1,050	700
Rent, utilities & maintenance	102,750	102,750	82,632	20,118
Asset acquisitions	31,000	27,500	3,034	24,466
Total expenditures	<u>1,197,435</u>	<u>1,198,240</u>	<u>1,030,313</u>	<u>167,927</u>
Excess (deficiency) of revenues over expenditures	<u>506,464</u>	<u>505,659</u>	<u>1,604,103</u>	<u>1,098,444</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 506,464</u>	<u>\$ 505,659</u>	<u>\$ 1,604,103</u>	<u>\$ 1,098,444</u>

Circuit Court Clerk

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Elected officials fines & fees	\$ 1,721,000	\$ 1,721,000	\$ 1,953,593	\$ 232,593
Other revenue	96,000	96,000	132,894	36,894
Total revenues	<u>1,817,000</u>	<u>1,817,000</u>	<u>2,086,487</u>	<u>269,487</u>
Expenditures:				
Salaries	1,963,577	1,963,577	1,813,683	149,894
Other compensation	5,771	5,771	374	5,397
Fringe benefits	395,414	395,414	317,233	78,181
Supplies	96,500	94,008	80,339	13,669
Services	55,300	53,300	33,792	19,508
Professional & contracted services	1,100	3,100	2,354	746
Rent, utilities & maintenance	161,600	160,915	123,646	37,269
Asset acquisitions	40,800	37,605	19,171	18,434
Total expenditures	<u>2,720,062</u>	<u>2,713,690</u>	<u>2,390,592</u>	<u>323,098</u>
Excess (deficiency) of revenues over expenditures	<u>(903,062)</u>	<u>(896,690)</u>	<u>(304,105)</u>	<u>592,585</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (903,062)</u>	<u>\$ (896,690)</u>	<u>\$ (304,105)</u>	<u>\$ 592,585</u>

Criminal Court Clerk

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ ---	\$ 5	\$ 5
Elected officials fines & fees	5,778,834	5,778,834	5,023,452	(755,382)
Other revenue	95,000	95,000	40,916	(54,084)
Total revenues	5,873,834	5,873,834	5,064,373	(809,461)
Expenditures:				
Salaries	3,206,750	3,206,750	2,933,525	273,225
Other compensation	27,316	27,316	16,843	10,473
Fringe benefits	613,192	613,192	572,836	40,356
Supplies	135,530	173,161	158,312	14,849
Services	108,560	84,640	42,035	42,605
Professional & contracted services	15,520	15,520	2,669	12,851
Rent, utilities & maintenance	154,757	154,757	111,604	43,153
Asset acquisitions	85,000	83,188	50,426	32,762
Total expenditures	4,346,625	4,358,524	3,888,250	470,274
Excess (deficiency) of revenues over expenditures	1,527,209	1,515,310	1,176,123	(339,187)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ 1,527,209	\$ 1,515,310	\$ 1,176,123	\$ (339,187)

General Sessions Court Clerk
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Elected officials fines & fees	\$ 6,888,000	\$ 6,888,000	\$ 7,312,820	\$ 424,820
Other revenue	290,000	290,000	179,411	(110,589)
Total revenues	<u>7,178,000</u>	<u>7,178,000</u>	<u>7,492,231</u>	<u>314,231</u>
Expenditures:				
Salaries	4,612,055	4,612,055	4,499,935	112,120
Other compensation	95,377	95,377	41,631	53,746
Fringe benefits	943,110	943,110	861,911	81,199
Supplies	273,791	330,797	325,342	5,455
Services	374,218	228,194	184,723	43,471
Professional & contracted services	113,800	132,970	98,781	34,189
Rent, utilities & maintenance	173,685	233,317	148,400	84,917
Asset acquisitions	247,198	148,077	29,638	118,439
Total expenditures	<u>6,833,234</u>	<u>6,723,897</u>	<u>6,190,361</u>	<u>533,536</u>
Excess (deficiency) of revenues over expenditures	<u>344,766</u>	<u>454,103</u>	<u>1,301,870</u>	<u>847,767</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 344,766</u>	<u>\$ 454,103</u>	<u>\$ 1,301,870</u>	<u>\$ 847,767</u>

Probate Court Clerk

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Elected officials fines & fees	\$ 470,000	\$ 470,000	\$ 496,932	\$ 26,932
Total revenues	470,000	470,000	496,932	26,932
Expenditures:				
Salaries	367,876	361,876	354,990	6,886
Other compensation	---	6,000	5,851	149
Fringe benefits	78,912	78,912	66,736	12,176
Supplies	28,300	34,416	34,416	---
Services	22,000	22,000	21,700	300
Professional & contracted services	4,000	1,884	1,610	274
Rent, utilities & maintenance	16,700	16,700	16,148	552
Asset acquisitions	4,000	---	---	---
Total expenditures	521,788	521,788	501,451	20,337
Excess (deficiency) of revenues over expenditures	(51,788)	(51,788)	(4,519)	47,269
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (51,788)	\$ (51,788)	\$ (4,519)	\$ 47,269

Juvenile Court Clerk

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 550,000	\$ 550,000	\$ 366,218	\$ (183,782)
Elected officials fines & fees	1,400,000	1,400,000	658,682	(741,318)
Total revenues	<u>1,950,000</u>	<u>1,950,000</u>	<u>1,024,900</u>	<u>(925,100)</u>
Expenditures:				
Salaries	2,644,302	2,794,284	2,684,567	109,717
Other compensation	50,000	50,000	36,650	13,350
Fringe benefits	551,390	521,804	521,804	---
Supplies	181,589	197,513	197,513	---
Services	162,091	185,345	185,345	---
Professional & contracted services	314,393	296,550	296,550	---
Rent, utilities & maintenance	42,346	61,954	62,922	(968)
Asset acquisitions	16,708	3,118	3,118	---
Total expenditures	<u>3,962,819</u>	<u>4,110,568</u>	<u>3,988,469</u>	<u>122,099</u>
Excess (deficiency) of revenues over expenditures	<u>(2,012,819)</u>	<u>(2,160,568)</u>	<u>(2,963,569)</u>	<u>(803,001)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (2,012,819)</u>	<u>\$ (2,160,568)</u>	<u>\$ (2,963,569)</u>	<u>\$ (803,001)</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 204,000	\$ 204,000	\$ 230,614	\$ 26,614
State revenue	7,110,741	7,110,741	7,096,269	(14,472)
Other revenue	11,000	11,000	2,701	(8,299)
Total revenues	<u>7,325,741</u>	<u>7,325,741</u>	<u>7,329,584</u>	<u>3,843</u>
Expenditures:				
Salaries	7,510,201	7,372,898	7,221,084	151,814
Other compensation	---	115,000	103,056	11,944
Fringe benefits	1,544,715	1,513,486	1,451,510	61,976
Supplies	638,685	731,999	708,350	23,649
Services	93,065	71,332	60,859	10,473
Professional & contracted services	7,884,467	7,960,487	7,794,628	165,859
Rent, utilities & maintenance	715,321	660,736	647,426	13,310
Asset acquisitions	115,105	189,794	157,820	31,974
Total expenditures	<u>18,501,559</u>	<u>18,615,732</u>	<u>18,144,733</u>	<u>470,999</u>
Excess (deficiency) of revenues over expenditures	<u>(11,175,818)</u>	<u>(11,289,991)</u>	<u>(10,815,149)</u>	<u>474,842</u>
Other Financing Sources (uses):				
Operating transfers in	1,010,000	1,010,000	1,336,599	326,599
Operating transfers out	<u>(57,173)</u>	<u>(120,941)</u>	<u>(102,253)</u>	<u>18,688</u>
Total other financing sources (uses)	<u>952,827</u>	<u>889,059</u>	<u>1,234,346</u>	<u>345,287</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (10,222,991)</u>	<u>\$ (10,400,932)</u>	<u>\$ (9,580,803)</u>	<u>\$ 820,129</u>

Commissioner's Contingency

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Contingencies & restrictions	\$ 450,000	\$ 432,000	\$ ---	\$ 432,000
Total expenditures	450,000	432,000	---	432,000
Excess (deficiency) of revenues over expenditures	(450,000)	(432,000)	---	432,000
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (450,000)	\$ (432,000)	\$ ---	\$ 432,000

Legislative Operations

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 11,000	\$ 11,000	\$ 5,868	\$ (5,132)
Total revenues	11,000	11,000	5,868	(5,132)
Expenditures:				
Salaries	687,529	687,529	586,600	100,929
Other compensation	274,302	274,302	251,872	22,430
Fringe benefits	151,945	151,945	143,575	8,370
Supplies	61,900	63,370	51,494	11,876
Services	78,700	78,484	47,858	30,626
Professional & contracted services	100,000	100,000	41,489	58,511
Rent, utilities & maintenance	19,500	19,500	12,322	7,178
Asset acquisitions	20,600	26,555	5,572	20,983
Total expenditures	1,394,476	1,401,685	1,140,782	260,903
Excess (deficiency) of revenues over expenditures	(1,383,476)	(1,390,685)	(1,134,914)	255,771
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (1,383,476)	\$ (1,390,685)	\$ (1,134,914)	\$ 255,771

Equal Opportunity Compliance
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Expenditures:				
Salaries	\$ 515,753	\$ 515,753	\$ 488,359	\$ 27,394
Fringe benefits	88,017	88,017	82,669	5,348
Supplies	16,300	16,395	16,092	303
Services	69,500	69,500	55,109	14,391
Professional & contracted services	25,000	25,000	15,150	9,850
Rent, utilities & maintenance	5,500	5,500	2,922	2,578
Asset acquisitions	7,000	5,000	4,418	582
Total expenditures	<u>727,070</u>	<u>725,165</u>	<u>664,719</u>	<u>60,446</u>
Excess (deficiency) of revenues over expenditures	<u>(727,070)</u>	<u>(725,165)</u>	<u>(664,719)</u>	<u>(60,446)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ (727,070)</u>	<u>\$ (725,165)</u>	<u>\$ (664,719)</u>	<u>\$ (60,446)</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 15,000	\$ 15,000	\$ 12,212	\$ (2,788)
Total revenues	15,000	15,000	12,212	(2,788)
Expenditures:				
Salaries	5,384,429	5,079,238	4,966,202	113,036
Other compensation	500,000	499,127	275,906	223,221
Fringe benefits	1,233,158	1,038,860	878,768	160,092
Supplies	225,000	243,805	243,805	---
Services	268,000	224,588	167,242	57,346
Professional & contracted services	550,000	526,895	467,427	59,468
Rent, utilities & maintenance	244,000	243,875	190,990	52,885
Asset acquisitions	170,000	132,079	115,238	16,841
Total expenditures	8,574,587	7,988,467	7,305,578	682,889
Excess (deficiency) of revenues over expenditures	(8,559,587)	(7,973,467)	(7,293,366)	680,101
Other Financing Sources (Uses):				
Operating transfers out	(1,417,648)	(1,602,247)	(1,326,710)	275,537
Total other financing sources (uses)	(1,417,648)	(1,602,247)	(1,326,710)	275,537
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (9,977,235)	\$ (9,575,714)	\$ (8,620,076)	\$ 955,638

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 10,000	\$ 86,032	\$ 92,990	\$ 6,958
Federal revenue	8,900	8,900	2,562	(6,338)
Total revenues	18,900	94,932	95,552	620
Expenditures:				
Salaries	3,562,978	3,612,934	3,612,934	---
Fringe benefits	664,680	656,822	656,822	---
Supplies	258,375	246,890	246,890	---
Services	75,425	87,924	87,924	---
Professional & contracted services	63,518	37,718	37,718	---
Rent, utilities & maintenance	108,000	159,050	159,050	---
Asset acquisitions	5,000	12,633	12,633	---
Total expenditures	4,737,976	4,813,971	4,813,971	---
Excess (deficiency) of revenues over expenditures	(4,719,076)	(4,719,039)	(4,718,419)	620
Other Financing Sources (Uses):				
Operating transfers in	---	10,000	9,380	(620)
Operating transfers out	(106,234)	(161,514)	(161,514)	---
Total other financing sources (uses)	(106,234)	(151,514)	(152,134)	(620)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ (4,825,310)	\$ (4,870,553)	\$ (4,870,553)	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ ---	\$ 2,739	\$ 2,739
Elected officials fines & fees	6,008,701	6,008,701	6,368,169	359,468
Other revenue	422,085	422,085	172,882	(249,203)
Total revenues	6,430,786	6,430,786	6,543,790	113,004
Expenditures:				
Salaries	2,696,720	2,686,271	2,608,017	78,254
Other compensation	17,772	24,755	24,755	---
Fringe benefits	550,348	553,814	553,814	---
Supplies	293,940	293,940	267,669	26,271
Services	147,087	118,277	70,896	47,381
Professional & contracted services	11,200	11,200	(2,915)	14,115
Rent, utilities & maintenance	152,812	175,102	148,629	26,473
Asset acquisitions	43,600	43,600	29,009	14,591
Total expenditures	3,913,479	3,906,959	3,699,874	207,085
Excess (deficiency) of revenues over expenditures	2,517,307	2,523,827	2,843,916	320,089
Other Financing Sources (uses):				
Operating transfers out	---	(160)	(158)	2
Total other financing sources (uses)	---	(160)	(158)	2
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ 2,517,307	\$ 2,523,667	\$ 2,843,758	\$ 320,091

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Elected officials fines & fees	\$ 4,350,000	\$ 4,350,000	\$ 5,928,861	\$ 1,578,861
Other revenue	---	---	40,612	40,612
Total revenues	<u>4,350,000</u>	<u>4,350,000</u>	<u>5,969,473</u>	<u>1,619,473</u>
Expenditures:				
Salaries	1,004,561	966,221	966,221	---
Other compensation	---	60,000	51,128	8,872
Fringe benefits	207,917	186,257	175,835	10,422
Supplies	32,021	40,156	40,156	---
Services	3,096	11,096	8,682	2,414
Professional & contracted services	700	700	---	700
Rent, utilities & maintenance	28,763	29,063	28,355	708
Asset acquisitions	30,000	20,280	---	20,280
Total expenditures	<u>1,307,058</u>	<u>1,313,773</u>	<u>1,270,377</u>	<u>43,396</u>
Excess (deficiency) of revenues over expenditures	<u>3,042,942</u>	<u>3,036,227</u>	<u>4,699,096</u>	<u>1,662,869</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 3,042,942</u>	<u>\$ 3,036,227</u>	<u>\$ 4,699,096</u>	<u>\$ 1,662,869</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 50,000	\$ 50,000	\$ 71,677	\$ 21,677
Elected officials fines and fees	15,172,696	15,172,696	15,753,300	580,604
Other revenue	1,000,000	2,100,000	323,709	(1,776,291)
Total revenues	16,222,696	17,322,696	16,148,686	(1,174,010)
Expenditures:				
Salaries	2,934,082	2,901,954	2,901,954	---
Other compensation	38,544	26,544	25,690	854
Fringe benefits	512,224	491,607	484,979	6,628
Supplies	473,492	583,795	583,795	---
Services	252,640	243,888	243,888	---
Professional & contracted services	429,736	321,273	321,273	---
Rent, utilities & maintenance	233,814	251,187	251,187	---
Asset acquisitions	348,034	432,398	432,398	---
Total expenditures	5,222,566	5,252,646	5,245,164	7,482
Excess (deficiency) of revenues over expenditures	11,000,130	12,070,050	10,903,522	(1,166,528)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ 11,000,130	\$ 12,070,050	\$ 10,903,522	\$ (1,166,528)

**Schedule of Revenue and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenue				
Local revenue	\$ 15,387,755	\$ 14,229,507	\$ 7,861,151	\$ (6,368,356)
State revenue	34,484,656	48,029,643	36,425,730	(11,603,913)
Federal revenue	25,756,905	43,805,172	27,182,532	(16,622,640)
Patient service revenue	90,000	90,000	249,902	159,902
Other revenue	940,000	4,595,305	353,131	(4,242,174)
Total revenue	<u>76,659,316</u>	<u>110,749,627</u>	<u>72,072,446</u>	<u>(38,677,181)</u>
Expenditures				
Salaries	28,052,845	30,318,238	23,224,068	7,094,170
Other compensation	197,064	941,193	716,729	224,464
Fringe benefits	6,023,260	6,447,023	4,558,512	1,888,511
Supplies	1,863,133	3,916,043	2,339,099	1,576,944
Services	2,123,049	4,258,615	3,184,618	1,073,997
Professional & contracted services	33,324,811	49,164,063	33,517,645	15,646,418
Rent, utilities & maintenance	3,465,073	3,355,180	2,763,346	591,834
Asset acquisitions	333,641	739,548	441,289	298,259
Contingencies & restrictions	---	8,565,359	---	8,565,359
Total expenditures	<u>75,382,876</u>	<u>107,705,262</u>	<u>70,745,306</u>	<u>36,959,956</u>
Excess (deficiency) of revenue over expenditures	<u>1,276,440</u>	<u>3,044,365</u>	<u>1,327,140</u>	<u>(1,717,225)</u>
Other Financing Sources (uses):				
Operating transfers in	4,752,744	5,799,304	4,391,900	(1,407,404)
Operating transfers out	(6,029,184)	(8,843,669)	(7,071,966)	1,771,703
Total other financing sources (uses)	<u>(1,276,440)</u>	<u>(3,044,365)</u>	<u>(2,680,066)</u>	<u>364,299</u>
Excess (deficiency) of revenue and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (1,352,926)</u>	<u>\$ (1,352,926)</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Department
For the Year Ended June 30, 2002**

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
General Government			
Administrative and Finance			
Victim's Assistance Center	\$ 233,940	\$ 188,888	\$ (45,052)
Grants Administration	212,558	42,510	(170,048)
Economic Development	1,562,404	811,192	(751,212)
	<u>2,008,902</u>	<u>1,042,590</u>	<u>(966,312)</u>
Planning and Development			
Planning Grants	30,000	18,925	(11,075)
Department of Housing	10,834,636	2,343,295	(8,491,341)
Department of Regional Services	3,201,044	1,273,304	(1,927,740)
	<u>14,065,680</u>	<u>3,635,524</u>	<u>(10,430,156)</u>
Public Works			
County Engineer	2,075,146	1,719,205	(355,941)
Fire Department	65,755	65,755	---
Roads & Bridges	296,357	295,206	(1,151)
	<u>2,437,258</u>	<u>2,080,166</u>	<u>(357,092)</u>
Corrections			
Corrections Administration	995,221	811,393	(183,828)
Adult Offender Center	41,819	7,664	(34,155)
	<u>1,037,040</u>	<u>819,057</u>	<u>(217,983)</u>
Health Services			
Administration & Finance-Health Services	917,847	917,847	---
Environmental Health Services	909,255	671,615	(237,640)
Personal Health Services	26,933,774	17,576,638	(9,357,136)
Assessment and Assurance	445,249	305,870	(139,379)
	<u>29,206,125</u>	<u>19,471,970</u>	<u>(9,734,155)</u>
Community Services			
Community Services Administration	8,117,905	6,926,708	(1,191,197)
Head Start	32,817,632	21,593,244	(11,224,388)
Special Funded Projects	1,703,921	885,909	(818,012)
Pretrial Services	808,285	553,993	(254,292)
Delta Area on Aging	5,979,246	4,261,744	(1,717,502)
	<u>49,426,989</u>	<u>34,221,598</u>	<u>(15,205,391)</u>
Law Enforcement			
Sheriff	594,103	224,683	(369,420)
	<u>594,103</u>	<u>224,683</u>	<u>(369,420)</u>
Judicial			
General Sessions Criminal Court Judges	434,899	401,179	(33,720)
Juvenile Court	10,013,899	8,930,803	(1,083,096)
	<u>10,448,798</u>	<u>9,331,982</u>	<u>(1,116,816)</u>

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
General Government			
Other Elected Officials			
Legislative Operations			
Assessor	\$ 333,737	\$ 333,736	\$ (1)
Attorney General	1,190,995	911,140	(279,855)
	<u>1,524,732</u>	<u>1,244,876</u>	<u>(279,856)</u>
Total Revenue	<u>110,749,627</u>	<u>72,072,446</u>	<u>(38,677,181)</u>
Expenditures			
General Government			
Administrative and Finance			
Victim's Assistance Center	300,432	272,336	28,096
Grants Administration	213,615	48,195	165,420
Economic Development	1,498,707	766,439	732,268
	<u>2,012,754</u>	<u>1,086,970</u>	<u>925,784</u>
Planning and Development			
Planning Grants	30,000	23,710	6,290
Department of Housing	9,643,833	2,419,884	7,223,949
Department of Regional Services	2,075,993	528,892	1,547,101
	<u>11,749,826</u>	<u>2,972,486</u>	<u>8,777,340</u>
Public Works			
County Engineer	2,031,152	1,675,211	355,941
Fire Department	65,755	65,755	---
Roads & Bridges	296,357	295,206	1,151
	<u>2,393,264</u>	<u>2,036,172</u>	<u>357,092</u>
Corrections			
Corrections Administration	1,095,244	940,472	154,772
Adult Offender Center	41,819	7,664	34,155
	<u>1,137,063</u>	<u>948,136</u>	<u>188,927</u>
Health Services			
Environmental Health Services	1,993,851	1,440,422	553,429
Personal Health Services	24,984,608	16,092,409	8,892,199
Assessment and Assurance	441,838	302,719	139,119
	<u>27,420,297</u>	<u>17,835,550</u>	<u>9,584,747</u>
Community Services			
Community Services Administration	8,117,905	6,926,939	1,190,966
Head Start	32,898,132	21,615,076	11,283,056
Special Funded Projects	1,783,258	944,062	839,196
Pretrial Services	862,395	743,996	118,399
Delta Area on Aging	6,123,152	4,405,650	1,717,502
	<u>49,784,842</u>	<u>34,635,723</u>	<u>15,149,119</u>
Law Enforcement			
Sheriff	714,935	399,329	315,606
	<u>714,935</u>	<u>399,329</u>	<u>315,606</u>

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures			
General Government			
Judicial			
General Sessions Criminal Court Judges	\$ 445,813	\$ 411,275	\$ 34,538
Juvenile Court	8,797,011	7,696,069	1,100,942
	<u>9,242,824</u>	<u>8,107,344</u>	<u>1,135,480</u>
Other Elected Officials			
Legislative Operations			
Assessor	1,935,859	1,660,322	275,537
Attorney General	1,313,598	1,063,274	250,324
	<u>3,249,457</u>	<u>2,723,596</u>	<u>525,861</u>
Total expenditures	<u>107,705,262</u>	<u>70,745,306</u>	<u>36,959,956</u>
Excess (deficiency) of revenue over expenditures	<u>3,044,365</u>	<u>1,327,140</u>	<u>(1,717,225)</u>
Other Financing Sources (Uses)			
Operating transfers in			
Victim's Assistance Center	73,164	90,120	16,956
Grants Administration	1,057	5,685	4,628
Economic Development	5,378	24,322	18,944
Planning Grants	18,925	23,710	4,785
Department of Housing	245,623	143,521	(102,102)
Department of Regional Services	356,382	73,713	(282,669)
Corrections Administration	519,918	129,528	(390,390)
Environmental Health Services	1,352,142	1,013,204	(338,938)
Personal Health Services	570,591	541,289	(29,302)
Assessment and Assurance	2,000	2,000	---
Community Services Administration	16,620	11,119	(5,501)
Head Start	151,500	23,273	(128,227)
Special Funded Projects	81,386	60,202	(21,184)
Pretrial Services	54,110	190,003	135,893
Delta Area on Aging	364,328	285,506	(78,822)
Sheriff Grants	120,832	174,646	53,814
General Sessions Criminal Court Judges	10,914	10,096	(818)
Juvenile Court	119,709	101,863	(17,846)
Assessor	1,602,122	1,326,586	(275,536)
Attorney General	132,603	161,514	28,911
Total operating transfers in	<u>5,799,304</u>	<u>4,391,900</u>	<u>(1,407,404)</u>
Operating transfers out			
Victim's Assistance Center	(6,672)	(6,672)	---
Economic Development	(69,075)	(69,075)	---
Planning Grants	(18,925)	(18,925)	---

(continued)

Schedule of Revenues and Expenditures-Budget and Actual-By Department (continued)
For the Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Operating transfers out (continued)			
Department of Housing	\$ (1,436,426)	\$ (1,419,631)	\$ 16,795
Department of Regional Services	(1,481,433)	(818,125)	663,308
County Engineer	(43,994)	(43,994)	---
Corrections Administration	(419,895)	(449)	419,446
Administration & Finance-Health Services	(917,847)	(917,847)	---
Environmental Health Services	(267,546)	(244,397)	23,149
Personal Health Services	(2,519,757)	(2,025,744)	494,013
Assessment and Assurance	(5,411)	(5,151)	260
Community Services Administration	(16,620)	(10,888)	5,732
Head Start	(71,000)	(1,441)	69,559
Special Funded Projects	(2,049)	(2,049)	---
Delta Area on Aging	(220,422)	(141,600)	78,822
Juvenile Court	(1,336,597)	(1,336,597)	---
Attorney General	(10,000)	(9,380)	620
Total operating transfers out	<u>(8,843,669)</u>	<u>(7,071,966)</u>	<u>1,771,703</u>
 Total other financing sources (uses)	 <u>(3,044,365)</u>	 <u>(2,680,066)</u>	 <u>364,299</u>
 Excess (deficiency) of revenues and other sources over expenditures and other uses	 <u>---</u>	 <u>\$ (1,352,926)</u>	 <u>\$ (1,352,926)</u>

Victim's Assistance Center

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local Revenue	\$ 3,792	\$ ---	\$ 2,188	\$ 2,188
State revenue	258,789	233,860	186,700	(47,160)
Other revenue	---	80	---	(80)
Total revenues	262,581	233,940	188,888	(45,052)
Expenditures:				
Salaries	255,813	228,943	210,531	18,412
Fringe benefits	51,888	48,093	47,896	197
Supplies	9,188	11,212	5,420	5,792
Services	10,756	10,756	7,061	3,695
Rent, utilities & maintenance	1,428	1,428	1,428	---
Total expenditures	329,073	300,432	272,336	28,096
Excess (deficiency) of revenues over expenditures	(66,492)	(66,492)	(83,448)	(16,956)
Other Financing Sources (uses):				
Operating transfers in	73,164	73,164	90,120	16,956
Operating transfers out	(6,672)	(6,672)	(6,672)	---
Total other financing sources (uses)	66,492	66,492	83,448	16,956
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Grants Administration

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ 14,241	\$ 5,463	\$ (8,778)
State revenue	10,810	198,317	37,047	(161,270)
Total revenues	10,810	212,558	42,510	(170,048)
Expenditures:				
Salaries	9,075	9,075	---	9,075
Fringe benefits	2,235	2,130	---	2,130
Professional & contracted services	---	202,410	48,195	154,215
Total expenditures	11,310	213,615	48,195	165,420
Excess (deficiency) of revenues over expenditures	(500)	(1,057)	(5,685)	(4,628)
Other Financing Sources (uses):				
Operating transfers in	500	1,057	5,685	4,628
Total other financing sources (uses)	500	1,057	5,685	4,628
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Economic Development

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 904,224	\$ 978,429	\$ 811,192	\$ (167,237)
Other revenue	525,000	583,975	---	(583,975)
Total revenues	<u>1,429,224</u>	<u>1,562,404</u>	<u>811,192</u>	<u>(751,212)</u>
Expenditures:				
Salaries	228,142	228,142	201,177	26,965
Fringe benefits	51,835	51,835	34,043	17,792
Supplies	12,650	13,900	6,996	6,904
Services	18,400	38,900	23,605	15,295
Professional & contracted services	1,040,000	1,151,430	492,515	658,915
Rent, utilities & maintenance	10,000	10,000	8,103	1,897
Asset acquisitions	4,500	4,500	---	4,500
Total expenditures	<u>1,365,527</u>	<u>1,498,707</u>	<u>766,439</u>	<u>732,268</u>
Excess (deficiency) of revenues over expenditures	<u>63,697</u>	<u>63,697</u>	<u>44,753</u>	<u>(18,944)</u>
Other Financing Sources (uses):				
Operating transfers in	---	5,378	24,322	18,944
Operating transfers out	(63,697)	(69,075)	(69,075)	---
Total other financing sources (uses)	<u>(63,697)</u>	<u>(63,697)</u>	<u>(44,753)</u>	<u>18,944</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>

Planning Grants

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ ---	\$ ---	\$ 18,925	\$ 18,925
Other revenue	---	30,000	---	(30,000)
Total revenues	---	30,000	18,925	(11,075)
Expenditures:				
Services	---	25,000	23,710	1,290
Professional & contracted services	---	5,000	---	5,000
Total expenditures	---	30,000	23,710	6,290
Excess (deficiency) of revenues over expenditures	---	---	(4,785)	(4,785)
Other Financing Sources (uses):				
Operating transfers in	---	18,925	23,710	4,785
Operating transfers out	---	(18,925)	(18,925)	---
Total other financing sources (uses)	---	---	4,785	4,785
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Department of Housing

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 425,262	\$ 432,262	\$ 118,276	\$ (313,986)
State revenue	107,050	2,707,050	24,000	(2,683,050)
Federal revenue	5,161,427	5,161,427	2,134,087	(3,027,340)
Other revenue	---	2,533,897	66,932	(2,466,965)
Total revenues	<u>5,693,739</u>	<u>10,834,636</u>	<u>2,343,295</u>	<u>(8,491,341)</u>
Expenditures:				
Salaries	340,152	347,118	349,727	(2,609)
Other compensation	4,798	---	---	---
Fringe benefits	69,847	67,679	67,679	---
Supplies	45,400	44,400	6,664	37,736
Services	63,176	68,241	28,511	39,730
Professional & contracted services	5,413,289	5,512,289	1,967,303	3,544,986
Rent, utilities & maintenance	2,700	2,700	---	2,700
Contingencies & restrictions	---	3,601,406	---	3,601,406
Total expenditures	<u>5,939,362</u>	<u>9,643,833</u>	<u>2,419,884</u>	<u>7,223,949</u>
Excess (deficiency) of revenues over expenditures	<u>(245,623)</u>	<u>1,190,803</u>	<u>(76,589)</u>	<u>(1,267,392)</u>
Other Financing Sources (uses):				
Operating transfers in	245,623	245,623	143,521	(102,102)
Operating transfers out	---	(1,436,426)	(1,419,631)	(16,795)
Total other financing sources (uses)	<u>245,623</u>	<u>(1,190,803)</u>	<u>(1,276,110)</u>	<u>(118,897)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (1,352,699)</u>	<u>\$ (1,352,699)</u>

Department of Regional Services
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 205,617	\$ 205,617	\$ 72,707	\$ (132,910)
State revenue	2,939,427	2,939,427	1,145,493	(1,793,934)
Federal revenue	56,000	56,000	55,104	(896)
Total revenues	<u>3,201,044</u>	<u>3,201,044</u>	<u>1,273,304</u>	<u>(1,927,740)</u>
Expenditures:				
Supplies	46,246	102,581	100,978	1,603
Services	140,558	157,458	57,150	100,308
Professional & contracted services	1,778,689	1,717,651	358,195	1,359,456
Rent, utilities & maintenance	19,000	20,815	4,569	16,246
Asset acquisitions	91,500	77,488	8,000	69,488
Total expenditures	<u>2,075,993</u>	<u>2,075,993</u>	<u>528,892</u>	<u>1,547,101</u>
Excess (deficiency) of revenues over expenditures	<u>1,125,051</u>	<u>1,125,051</u>	<u>744,412</u>	<u>(380,639)</u>
Other Financing Sources (uses):				
Operating transfers in	356,382	356,382	73,713	(282,669)
Operating transfers out	(1,481,433)	(1,481,433)	(818,125)	663,308
Total other financing sources (uses)	<u>(1,125,051)</u>	<u>(1,125,051)</u>	<u>(744,412)</u>	<u>380,639</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ 469,466	\$ 491,981	\$ 22,515
State revenue	---	842,601	1,227,224	384,623
Other revenue	---	763,079	---	(763,079)
Total revenues	---	2,075,146	1,719,205	(355,941)
Expenditures:				
Salaries	---	---	27,245	(27,245)
Professional & contracted services	---	2,031,152	1,647,966	383,186
Total expenditures	---	2,031,152	1,675,211	355,941
Excess (deficiency) of revenues over expenditures	---	43,994	43,994	---
Other Financing Sources (uses):				
Operating transfers in				
Planned use of fund balance				
Operating transfers to component units				
Operating transfers out	---	(43,994)	(43,994)	---
Total other financing sources (uses)	---	(43,994)	(43,994)	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Federal revenue	\$ ---	\$ 65,755	\$ 65,755	\$ ---
Total revenues	---	65,755	65,755	---
Expenditures:				
Supplies	---	65,755	65,755	---
Total expenditures	---	65,755	65,755	---
Excess (deficiency) of revenues over expenditures	---	---	---	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Roads & Bridges

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 320,729	\$ 295,206	\$ 295,206	\$ ---
Other revenue	---	1,151	---	(1,151)
Total revenues	<u>320,729</u>	<u>296,357</u>	<u>295,206</u>	<u>(1,151)</u>
Expenditures:				
Salaries	215,007	215,017	214,945	72
Other compensation	---	---	21	(21)
Fringe benefits	47,081	44,590	46,227	(1,637)
Supplies	22,451	17,765	17,361	404
Services	17,790	2,861	540	2,321
Professional & contracted services	1,500	1,050	1,038	12
Rent, utilities & maintenance	11,900	15,074	15,074	---
Asset acquisitions	5,000	---	---	---
Total expenditures	<u>320,729</u>	<u>296,357</u>	<u>295,206</u>	<u>1,151</u>
Excess (deficiency) of revenues over expenditures	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>

Corrections Administration

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 29,055	\$ 108,114	\$ 71,462	\$ (36,652)
State revenue	444,572	444,572	694,179	249,607
Federal revenue	431,365	431,365	45,752	(385,613)
Other revenue	---	11,170	---	(11,170)
Total revenues	904,992	995,221	811,393	(183,828)
Expenditures:				
Salaries	299,330	362,457	347,076	15,381
Fringe benefits	62,302	78,234	76,053	2,181
Supplies	62,406	72,212	22,412	49,800
Services	31,599	27,219	2,747	24,472
Professional & contracted services	536,569	540,058	492,184	47,874
Rent, utilities & maintenance	26,100	12,809	---	12,809
Asset acquisitions	---	2,255	---	2,255
Total expenditures	1,018,306	1,095,244	940,472	154,772
Excess (deficiency) of revenues over expenditures	(113,314)	(100,023)	(129,079)	(29,056)
Other Financing Sources (uses):				
Operating transfers in	519,918	519,918	129,528	(390,390)
Operating transfers out	(406,604)	(419,895)	(449)	419,446
Total other financing sources (uses)	113,314	100,023	129,079	29,056
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Adult Offender Center

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 41,819	\$ 41,819	\$ 7,664	\$ (34,155)
Total revenues	41,819	41,819	7,664	(34,155)
Expenditures:				
Salaries	33,335	33,335	5,747	27,588
Fringe benefits	8,484	8,484	1,917	6,567
Total expenditures	41,819	41,819	7,664	34,155
Excess (deficiency) of revenues over expenditures	---	---	---	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Administration & Finance - Health Services
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 917,847	\$ 917,847	\$ 917,847	\$ ---
Total revenues	917,847	917,847	917,847	---
Excess (deficiency) of revenues over expenditures	917,847	917,847	917,847	---
Other Financing Sources (uses):				
Operating transfers out	(917,847)	(917,847)	(917,847)	---
Total other financing sources (uses)	(917,847)	(917,847)	(917,847)	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Environmental Health Services
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 54,969	\$ 194,960	\$ 65,005	\$ (129,955)
Federal revenue	694,257	694,257	606,610	(87,647)
Other revenue	---	20,038	---	(20,038)
Total revenues	749,226	909,255	671,615	(237,640)
Expenditures:				
Salaries	1,054,386	1,105,857	941,302	164,555
Other compensation	---	8,304	1,633	6,671
Fringe benefits	216,507	222,832	160,811	62,021
Supplies	131,880	161,369	107,513	53,856
Services	73,614	85,894	45,698	40,196
Professional & contracted services	156,235	191,025	86,494	104,531
Rent, utilities & maintenance	113,000	128,670	65,704	62,966
Asset acquisitions	97,000	89,900	31,267	58,633
Total expenditures	1,842,622	1,993,851	1,440,422	553,429
Excess (deficiency) of revenues over expenditures	(1,093,396)	(1,084,596)	(768,807)	315,789
Other Financing Sources (uses):				
Operating transfers in	1,352,142	1,352,142	1,013,204	(338,938)
Operating transfers out	(258,746)	(267,546)	(244,397)	23,149
Total other financing sources (uses)	1,093,396	1,084,596	768,807	(315,789)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Personal Health Services
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 12,593,002	\$ 10,130,903	\$ 5,483,323	\$ (4,647,580)
State revenue	8,053,532	15,257,479	11,037,176	(4,220,303)
Federal revenue	1,006,646	974,019	620,650	(353,369)
Patient service revenue	90,000	90,000	249,902	159,902
Other revenue	415,000	481,373	185,587	(295,786)
Total revenues	22,158,180	26,933,774	17,576,638	(9,357,136)
Expenditures:				
Salaries	14,524,985	16,474,785	10,850,888	5,623,897
Other compensation	192,266	507,096	503,862	3,234
Fringe benefits	3,156,621	3,508,538	2,166,984	1,341,554
Supplies	965,561	2,248,630	1,012,249	1,236,381
Services	342,904	416,606	248,949	167,657
Professional & contracted services	717,855	913,798	668,311	245,487
Rent, utilities & maintenance	580,190	718,269	532,611	185,658
Asset acquisitions	90,247	196,886	108,555	88,331
Total expenditures	20,570,629	24,984,608	16,092,409	8,892,199
Excess (deficiency) of revenues over expenditures	1,587,551	1,949,166	1,484,229	(464,937)
Other Financing Sources (uses):				
Operating transfers in	136,379	570,591	541,289	(29,302)
Operating transfers out	(1,723,930)	(2,519,757)	(2,025,744)	494,013
Total other financing sources (uses)	(1,587,551)	(1,949,166)	(1,484,455)	464,711
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ (226)	\$ (226)

Assessment & Assurance

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 351,550	\$ 359,883	\$ 293,268	\$ (66,615)
Federal revenue	50,000	85,366	12,602	(72,764)
Total revenues	401,550	445,249	305,870	(139,379)
Expenditures:				
Salaries	214,217	189,788	134,093	55,695
Other compensation	---	6,000	5,235	765
Fringe benefits	45,142	49,178	21,960	27,218
Supplies	14,388	40,752	26,283	14,469
Services	22,287	24,244	12,207	12,037
Professional & contracted services	62,125	66,594	60,915	5,679
Rent, utilities & maintenance	42,586	60,282	42,026	18,256
Asset acquisitions	---	5,000	---	5,000
Total expenditures	400,745	441,838	302,719	139,119
Excess (deficiency) of revenues over expenditures	805	3,411	3,151	(260)
Other Financing Sources (uses):				
Operating transfers in	2,500	2,000	2,000	---
Operating transfers out	(3,305)	(5,411)	(5,151)	260
Total other financing sources (uses)	(805)	(3,411)	(3,151)	260
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Community Services Administration
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ 67,500	\$ 54,605	\$ (12,895)
State revenue	6,336,122	8,023,054	6,872,103	(1,150,951)
Total revenues	6,336,122	8,117,905	6,926,708	(1,191,197)
Expenditures:				
Salaries	1,762,481	1,843,188	1,687,969	155,219
Other compensation	---	9,366	8,911	455
Fringe benefits	368,275	384,961	335,242	49,719
Supplies	97,290	86,822	31,163	55,659
Services	1,197,230	3,039,604	2,461,113	578,491
Professional & contracted services	879,578	1,112,428	928,849	183,579
Rent, utilities & maintenance	2,026,018	1,636,286	1,473,692	162,594
Asset acquisitions	5,250	5,250	---	5,250
Total expenditures	6,336,122	8,117,905	6,926,939	1,190,966
Excess (deficiency) of revenues over expenditures	---	---	(231)	(231)
Other Financing Sources (uses):				
Operating transfers in	16,092	16,620	11,119	(5,501)
Operating transfers out	(16,092)	(16,620)	(10,888)	5,732
Total other financing sources (uses)	---	---	231	231
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Federal revenue	\$ 16,457,444	\$ 32,809,172	\$ 21,593,244	\$ (11,215,928)
Other revenue	---	8,460	---	(8,460)
Total revenues	<u>16,457,444</u>	<u>32,817,632</u>	<u>21,593,244</u>	<u>(11,224,388)</u>
Expenditures:				
Salaries	410,948	420,120	308,556	111,564
Other compensation	---	6,200	2,611	3,589
Fringe benefits	85,988	88,755	47,943	40,812
Supplies	8,642	63,235	60,918	2,317
Services	22,614	49,599	41,158	8,441
Professional & contracted services	15,994,552	27,441,324	21,067,064	6,374,260
Rent, utilities & maintenance	3,000	69,108	67,734	1,374
Asset acquisitions	12,200	38,683	19,092	19,591
Contingencies & restrictions	---	4,721,108	---	4,721,108
Total expenditures	<u>16,537,944</u>	<u>32,898,132</u>	<u>21,615,076</u>	<u>11,283,056</u>
Excess (deficiency) of revenues over expenditures	<u>(80,500)</u>	<u>(80,500)</u>	<u>(21,832)</u>	<u>58,668</u>
Other Financing Sources (uses):				
Operating transfers in	151,500	151,500	23,273	(128,227)
Operating transfers out	(71,000)	(71,000)	(1,441)	69,559
Total other financing sources (uses)	<u>80,500</u>	<u>80,500</u>	<u>21,832</u>	<u>(58,668)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>

Special Funded Projects

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 125,000	\$ 147,222	\$ 99,900	\$ (47,322)
State revenue	157,500	207,210	132,958	(74,252)
Federal revenue	825,213	1,334,489	577,386	(757,103)
Other revenue	---	15,000	75,665	60,665
Total revenues	<u>1,107,713</u>	<u>1,703,921</u>	<u>885,909</u>	<u>(818,012)</u>
Expenditures:				
Supplies	---	5,877	3,180	2,697
Services	---	11,144	4,355	6,789
Professional & contracted services	<u>1,158,340</u>	<u>1,766,237</u>	<u>936,527</u>	<u>829,710</u>
Total expenditures	<u>1,158,340</u>	<u>1,783,258</u>	<u>944,062</u>	<u>839,196</u>
Excess (deficiency) of revenues over expenditures	<u>(50,627)</u>	<u>(79,337)</u>	<u>(58,153)</u>	<u>21,184</u>
Other Financing Sources (uses):				
Operating transfers in	50,627	81,386	60,202	(21,184)
Operating transfers out	---	(2,049)	(2,049)	---
Total other financing sources (uses)	<u>50,627</u>	<u>79,337</u>	<u>58,153</u>	<u>(21,184)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>

Pretrial Services

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ ---	\$ 27	\$ 27
Federal revenue	531,203	808,285	553,966	(254,319)
Total revenues	531,203	808,285	553,993	(254,292)
Expenditures:				
Salaries	436,898	544,844	504,597	40,247
Fringe benefits	89,713	112,595	107,979	4,616
Supplies	15,000	63,165	34,523	28,642
Services	10,381	34,359	11,034	23,325
Professional & contracted services	29,901	103,213	85,863	17,350
Asset acquisitions	---	4,219	---	4,219
Total expenditures	581,893	862,395	743,996	118,399
Excess (deficiency) of revenues over expenditures	(50,690)	(54,110)	(190,003)	(135,893)
Other Financing Sources (uses):				
Operating transfers in	50,690	54,110	190,003	135,893
Total other financing sources (uses)	50,690	54,110	190,003	135,893
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Delta Agency on Aging
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 1,009,984	\$ 1,148,284	\$ 287,028	\$ (861,256)
State revenue	4,248,377	4,764,506	3,974,716	(789,790)
Other revenue	---	66,456	---	(66,456)
Total revenues	5,258,361	5,979,246	4,261,744	(1,717,502)
Expenditures:				
Salaries	850,272	758,824	602,599	156,225
Fringe benefits	182,819	158,042	112,166	45,876
Supplies	72,920	239,263	194,192	45,071
Services	96,440	97,983	71,226	26,757
Professional & contracted services	3,992,261	4,654,532	3,218,698	1,435,834
Rent, utilities & maintenance	201,905	194,985	189,846	5,139
Asset acquisitions	5,650	19,523	16,923	2,600
Total expenditures	5,402,267	6,123,152	4,405,650	1,717,502
Excess (deficiency) of revenues over expenditures	(143,906)	(143,906)	(143,906)	---
Other Financing Sources (uses):				
Operating transfers in	213,764	364,328	285,506	(78,822)
Operating transfers out	(69,858)	(220,422)	(141,600)	78,822
Total other financing sources (uses)	143,906	143,906	143,906	---
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ 1,998	\$ ---	\$ (1,998)
Federal revenue	---	567,104	224,683	(342,421)
Other revenue	---	25,001	---	(25,001)
Total revenues	---	594,103	224,683	(369,420)
Expenditures:				
Salaries	---	52,207	---	52,207
Other compensation	---	363,008	157,601	205,407
Fringe benefits	---	14,417	---	14,417
Supplies	---	150,604	149,538	1,066
Services	---	53,900	52,156	1,744
Rent, utilities & maintenance	---	4,018	1,011	3,007
Asset acquisitions	---	74,384	39,023	35,361
Contingencies & restrictions	---	2,397	---	2,397
Total expenditures	---	714,935	399,329	315,606
Excess (deficiency) of revenues over expenditures	---	(120,832)	(174,646)	(53,814)
Other Financing Sources (uses):				
Operating transfers in	---	120,832	174,646	53,814
Total other financing sources (uses)	---	120,832	174,646	53,814
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

General Sessions Criminal Court Judges
Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ 322,000	\$ 297,311	\$ (24,689)
Federal revenue	27,756	98,224	90,861	(7,363)
Other revenue	---	14,675	13,007	(1,668)
Total revenues	27,756	434,899	401,179	(33,720)
Expenditures:				
Salaries	25,262	41,992	41,111	881
Fringe benefits	5,577	9,603	9,448	155
Supplies	---	656	241	415
Services	---	10,953	8,736	2,217
Professional & contracted services	---	382,609	351,739	30,870
Total expenditures	30,839	445,813	411,275	34,538
Excess (deficiency) of revenues over expenditures	(3,083)	(10,914)	(10,096)	818
Other Financing Sources (uses):				
Operating transfers in	3,083	10,914	10,096	(818)
Total other financing sources (uses)	3,083	10,914	10,096	(818)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ ---	\$ ---	\$ 32,948	\$ 32,948
State revenue	9,629,124	9,842,099	8,725,709	(1,116,390)
Federal revenue	---	161,118	160,206	(912)
Other revenue	---	10,682	11,940	1,258
Total revenues	9,629,124	10,013,899	8,930,803	(1,083,096)
Expenditures:				
Salaries	5,505,435	5,504,225	4,990,096	514,129
Other compensation	---	20,219	16,845	3,374
Fringe benefits	1,199,516	1,204,782	982,494	222,288
Supplies	260,529	406,040	392,437	13,603
Services	29,900	34,994	18,900	16,094
Professional & contracted services	1,290,182	1,079,217	852,588	226,629
Rent, utilities & maintenance	367,766	399,430	294,605	104,825
Asset acquisitions	22,294	148,104	148,104	---
Total expenditures	8,675,622	8,797,011	7,696,069	1,100,942
Excess (deficiency) of revenues over expenditures	953,502	1,216,888	1,234,734	17,846
Other Financing Sources (uses):				
Operating transfers in	56,498	119,709	101,863	(17,846)
Operating transfers out	(1,010,000)	(1,336,597)	(1,336,597)	---
Total other financing sources (uses)	(953,502)	(1,216,888)	(1,234,734)	(17,846)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

**Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002**

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
State revenue	\$ 333,737	\$ 333,737	\$ 333,736	\$ (1)
Total revenues	333,737	333,737	333,736	(1)
Expenditures:				
Salaries	1,270,086	1,164,086	1,160,382	3,704
Other compensation	---	21,000	20,010	990
Fringe benefits	260,799	245,799	217,369	28,430
Supplies	34,500	42,100	42,009	91
Services	34,000	37,000	36,847	153
Professional & contracted services	150,000	124,400	124,000	400
Rent, utilities & maintenance	2,000	2,000	1,785	215
Asset acquisitions	---	59,026	57,920	1,106
Contingencies & restrictions	---	240,448	---	240,448
Total expenditures	1,751,385	1,935,859	1,660,322	275,537
Excess (deficiency) of revenues over expenditures	(1,417,648)	(1,602,122)	(1,326,586)	275,536
Other Financing Sources (uses):				
Operating transfers in	1,417,648	1,602,122	1,326,586	(275,536)
Total other financing sources (uses)	1,417,648	1,602,122	1,326,586	(275,536)
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Attorney General

Schedule of Revenues and Expenditures-Budget and Actual-By Type
For the Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance- Favorable (Unfavorable)
	Original	Final		
Revenues:				
Local revenue	\$ 50,000	\$ 161,652	\$ 25,076	\$ (136,576)
State revenue	320,521	467,835	444,438	(23,397)
Federal revenue	515,594	558,591	441,626	(116,965)
Other revenue	---	2,917	---	(2,917)
Total revenues	886,115	1,190,995	911,140	(279,855)
Expenditures:				
Salaries	617,021	794,235	646,033	148,202
Fringe benefits	118,631	146,476	122,301	24,175
Supplies	64,082	79,705	59,265	20,440
Services	11,400	31,900	28,915	2,985
Professional & contracted services	123,735	167,646	129,197	38,449
Rent, utilities & maintenance	57,480	79,306	65,158	14,148
Asset acquisitions	---	14,330	12,405	1,925
Total expenditures	992,349	1,313,598	1,063,274	250,324
Excess (deficiency) of revenues over expenditures	(106,234)	(122,603)	(152,134)	(29,531)
Other Financing Sources (uses):				
Operating transfers in	106,234	132,603	161,514	28,911
Operating transfers out	---	(10,000)	(9,380)	620
Total other financing sources (uses)	106,234	122,603	152,134	29,531
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ ---	\$ ---	\$ ---	\$ ---

Constitutional Officers
General and Agency Funds
Combined Schedule of Assets and Liabilities
For the Year Ended June 30, 2002

	Sheriff	Chancery Court Clerk	Circuit Court Clerk	Criminal Court Clerk	General Sessions Court
Assets:					
Cash	\$ 3,580,854	\$ 6,850	\$ ---	\$ 9,866	\$ ---
Investments	---	7,401,888	16,091,177	3,470,781	5,699,420
Receivables	550,027	---	---	1,598,716	---
Total Assets	\$ 4,130,881	\$ 7,408,738	\$ 16,091,177	\$ 5,079,363	\$ 5,699,420
Liabilities:					
Due to other governmental entities	\$ ---	\$ 26,537	\$ 27,875	\$ 138,967	\$ 477,370
Funds held for others	76,544	7,076,985	15,818,570	2,829,768	3,487,396
Due to other funds and departments	---	305,216	244,732	2,110,628	1,734,654
Accounts payable and accrued expenses	4,054,337	---	---	---	---
Total Liabilities	\$ 4,130,881	\$ 7,408,738	\$ 16,091,177	\$ 5,079,363	\$ 5,699,420

Probate Court Clerk	Juvenile Court Clerk	County Clerk	Register	Trustee	Total (Memorandum Only)
\$ 9,879	\$ 5,490,430	\$ 1,176,539	\$ 205,950	\$ 4,881,351	\$ 15,361,719
711,120	---	8,258,568	2,223,366	210,976,411	254,832,731
---	---	1,499,018	---	125,506	3,773,267
<u>\$ 720,999</u>	<u>\$ 5,490,430</u>	<u>\$ 10,934,125</u>	<u>\$ 2,429,316</u>	<u>\$ 215,983,268</u>	<u>\$ 273,967,717</u>
\$ 898	\$ ---	\$ 2,147,436	\$ 1,964,645	\$ 8,749,465	\$ 13,533,193
664,756	5,765,966	---	---	3,035,691	38,755,676
47,488	(277,199)	8,786,689	464,671	204,198,112	217,614,991
7,857	1,663	---	---	---	4,063,857
<u>\$ 720,999</u>	<u>\$ 5,490,430</u>	<u>\$ 10,934,125</u>	<u>\$ 2,429,316</u>	<u>\$ 215,983,268</u>	<u>\$ 273,967,717</u>

Constitutional Officers
General and Agency Funds

Combined Schedule of Cash Receipts, Disbursement and Balance
For the Year Ended June 30, 2002

	Sheriff	Chancery Court Clerk	Circuit Court Clerk	Criminal Court Clerk	General Sessions Court
Receipts:					
Fund Accounts	\$ 118,849,942	\$ 6,697,257	\$ 16,649,436	\$ 3,399,612	\$ 23,379,134
State of Tennessee	2,424,625	---	---	---	---
Fee & Commission	1,843,950	2,525,668	1,953,593	5,023,457	7,312,820
Other	71,985	108,748	132,894	40,916	179,411
Total Receipts	123,190,502	9,331,673	18,735,923	8,463,985	30,871,365
Disbursements	120,983,227	8,831,659	16,146,264	8,077,121	30,653,612
Excess of receipts over (under) Disbursements	2,207,275	500,014	2,589,659	386,864	217,753
Balance - July 1, 2001	1,373,579	6,908,724	13,501,518	3,093,783	5,481,667
Balance - June 30, 2002	<u>\$ 3,580,854</u>	<u>\$ 7,408,738</u>	<u>\$ 16,091,177</u>	<u>\$ 3,480,647</u>	<u>\$ 5,699,420</u>

Probate Court Clerk	Juvenile Court Clerk	County Clerk	Register	Trustee	Total (Memorandum Only)
\$ 975,797	\$ 5,175,937	\$ 98,847,219	\$ 21,601,259	\$ 2,658,755,310	\$ 2,954,330,903
---	366,218	---	---	---	2,790,843
496,932	658,682	6,370,908	5,928,861	15,753,300	47,868,171
---	---	172,882	40,612	395,386	1,142,834
1,472,729	6,200,837	105,391,009	27,570,732	2,674,903,996	3,006,132,751
1,405,681	6,861,555	104,823,234	27,546,652	2,726,874,831	3,052,203,836
67,048	(660,718)	567,775	24,080	(51,970,835)	(46,071,085)
653,951	6,151,148	8,867,332	2,405,236	267,828,597	316,265,535
<u>\$ 720,999</u>	<u>\$ 5,490,430</u>	<u>\$ 9,435,107</u>	<u>\$ 2,429,316</u>	<u>\$ 215,857,762</u>	<u>\$ 270,194,450</u>

Combined Schedule of Changes in Fee and Commission Accounts
For the Year Ended June 30, 2002

	Sheriff	Chancery Court Clerk	Circuit Court Clerk	Criminal Court Clerk	General Sessions Court
Revenues:					
Fees and commission	\$ 5,085,518	\$ 2,525,668	\$ 1,953,593	\$ 5,023,457	\$ 7,312,820
Interest	---	108,748	132,894	40,916	179,411
Other	71,985	---	---	---	---
Total Revenues	5,157,503	2,634,416	2,086,487	5,064,373	7,492,231
Expenditures and other uses					
Other uses:					
Operating transfers	5,157,503	2,634,416	2,086,487	5,064,373	7,492,231
Total expenditures and other uses	5,157,503	2,634,416	2,086,487	5,064,373	7,492,231
Excess of revenues and other uses over (under) expenditures and other uses	---	---	---	---	---
Excess fees - July 1, 2001	---	---	---	---	---
Excess fees - June 30, 2002	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---

Probate Court Clerk	Juvenile Court Clerk	County Clerk	Register	Trustee	Total (Memorandum Only)
\$ 496,932	\$ 1,024,900	\$ 6,370,908	\$ 5,928,861	\$ 15,753,300	\$ 51,475,957
---	---	172,882	40,612	323,709	999,172
---	---	---	---	71,677	143,662
496,932	1,024,900	6,543,790	5,969,473	16,148,686	52,618,791
496,932	1,024,900	6,543,790	5,969,473	16,148,686	52,618,791
496,932	1,024,900	6,543,790	5,969,473	16,148,686	52,618,791
---	---	---	---	---	---
---	---	---	---	---	---
\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---

Schedule of General Obligation Bonds-Except for School Purposes

June 30, 2002

	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation
Date of Issuance	05/22/91	04/01/92 s 04/30/92 c	10/01/92 s 10/29/92 c	05/15/93	07/01/94	05/01/95
Interest Rate %	\$ 5,098,681 6.50-6.60	\$ 51,129,321 3.15-6.50	\$ 51,493,286 5.00-5.60	\$ 43,028,564 3.40-5.50	\$ 7,000,000 4.25-6.00	\$ 73,931,127 5.25-6.75
Fiscal Year						
2003	\$ -	\$ -	\$ -	\$ 4,467,416	\$ 190,000	\$ 3,896,768
2004	1,824,138	-	-	4,710,484	-	4,154,101
2005	1,688,427	-	1,046,224	3,749,388	-	2,963,579
2006	1,586,117	-	949,789	3,967,311	-	3,155,873
2007	-	1,175,207	3,025,983	1,617,657	-	3,317,060
2008	-	1,094,491	-	1,718,237	-	3,481,075
2009	-	1,026,675	-	1,824,404	-	2,728,868
2010	-	-	-	1,936,160	-	1,594,903
2011	-	-	-	-	-	5,061,839
2012	-	-	-	-	-	5,327,656
2013	-	-	-	-	-	5,075,978
2014	-	-	-	-	-	11,769,482
2015	-	-	-	-	-	8,175,294
2016	-	-	-	-	-	-
2017	-	-	-	-	-	-
2018	-	-	-	-	-	-
2019	-	-	-	-	-	-
2020	-	-	-	-	-	-
2021	-	-	-	-	-	-
2022	-	-	-	-	-	-
2023	-	-	-	-	-	-
2024	-	-	-	-	-	-
2025	-	-	-	-	-	-
Total	\$ 5,098,682	\$ 3,296,373	\$ 5,021,996	\$ 23,991,057	\$ 190,000	\$ 60,702,476

(s) Serial Bonds

(c) Capital Appreciation Bonds

Note: Certain bonds are treated as defeased and not included above. The specific series and maturities are shown on page 250.

General Obligation	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation
06/01/96	07/01/96	09/01/96	11/01/96 11/14/96	s c	11/01/96	05/01/97 11/01/97
\$ 30,150,000	\$ 45,000,000	\$ 70,000,000	\$ 43,640,742	\$ 19,045,000	\$ 10,770,000	\$ 34,019,243
4.65-5.25	5.63-5.88	5.25-5.70	5.00-6.00	4.05-5.20	5.25-5.60	4.50-5.75
\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 1,525,000	\$ 815,000	\$ 2,469,063
-	1,300,000	1,500,000	2,140,877	1,860,000	855,000	691,777
-	1,375,000	2,000,000	1,004,760	1,955,000	905,000	352,947
-	1,450,000	2,250,000	1,060,068	2,055,000	955,000	2,307,492
-	1,500,000	2,250,000	1,126,899	2,150,000	1,005,000	1,259,630
-	-	2,500,000	1,186,816	2,265,000	1,065,000	1,323,945
-	-	2,500,000	1,249,037	1,900,000	1,125,000	7,592,292
-	-	-	12,246,095	-	1,195,000	2,800,050
-	-	-	8,459,807	-	-	1,846,307
-	-	-	6,227,582	-	-	1,954,544
-	-	-	5,548,176	-	-	938,662
-	-	-	928,841	-	-	888,604
-	-	-	871,662	-	-	839,725
-	-	-	817,210	-	-	2,094,155
-	-	-	772,912	-	-	790,142
-	-	-	-	-	-	2,229,059
-	-	-	-	-	-	2,362,395
-	-	-	-	-	-	1,027,469
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
\$ 1,000,000	\$ 6,625,000	\$ 14,000,000	\$ 43,640,742	\$ 13,710,000	\$ 7,920,000	\$ 33,768,258

(continued)

Schedule of General Obligation Bonds-Except for School Purposes

June 30, 2002

	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation
Date of Issuance	2/15/98	1/28/99	2/1/99	2/15/99	5/1/99	12/1/99
	\$ 74,569,175	\$ 62,294,624	\$ 34,913,216	\$ 36,010,135	\$ 32,436,299	\$ 10,006,639
Interest Rate %	5.00-5.10	(Variable)	3.55-5.25	4.00-5.00	4.75-5.00	(Variable)
Fiscal Year						
2003	\$ 282,684	\$ 64,789	\$ 143,640	\$ 969,504	\$ 847,122	\$ 1,567,305
2004	297,563	80,986	959,517	969,504	897,949	1,205,619
2005	312,441	80,986	1,085,921	969,504	931,834	1,265,900
2006	327,319	80,986	1,186,469	1,108,004	965,719	1,326,181
2007	327,319	97,184	1,183,596	1,135,704	1,016,546	1,386,462
2008	342,197	10,512,015	2,145,986	1,163,404	1,016,546	1,507,024
2009	371,953	404,931	3,223,289	1,218,804	1,016,546	-
2010	386,831	437,326	8,003,639	1,274,205	1,016,546	-
2011	401,709	6,252,139	5,271,600	1,329,605	1,016,546	-
2012	416,588	8,633,134	3,786,359	1,385,005	1,016,546	-
2013	5,147,832	6,025,377	1,924,780	1,385,005	1,185,971	-
2014	6,695,157	9,475,391	-	1,495,806	1,355,395	-
2015	6,977,842	8,260,598	-	1,551,206	1,423,165	-
2016	7,959,798	2,656,349	-	1,662,006	1,473,992	-
2017	7,903,261	2,753,533	-	1,800,507	1,524,819	-
2018	7,885,408	2,915,505	-	1,800,507	1,626,474	-
2019	8,284,142	3,028,886	-	1,939,007	1,694,244	-
2020	8,748,339	340,142	-	2,077,508	1,778,956	-
2021	7,736,626	-	-	2,077,508	1,863,668	-
2022	2,975,626	-	-	2,216,008	2,041,564	-
2023	-	-	-	2,326,809	2,151,690	-
2024	-	-	-	2,493,009	2,244,873	-
2025	-	-	-	-	-	-
Total	\$ 73,780,635	\$ 62,100,257	\$ 28,914,796	\$ 34,348,129	\$ 30,106,711	\$ 8,258,491

(s) Serial Bonds

(c) Capital Appreciation Bonds

<u>General Obligation</u>	<u>General Obligation</u>	<u>General Obligation</u>	<u>General Obligation</u>	<u>General Obligation</u>	<u>Combined Total</u>
10/1/00	10/1/00	12/1/00	11/01/01	12/01/01	
\$ 6,037,543	\$ 4,879,089	\$ 16,284,078	\$ 14,693,304	\$ 100,033,534	
4.75-5.63	5.00	(Variable)	4.25-4.75	4.50 - 5.00	
\$ 66,413	\$ 787,201	\$ 522,883	\$ 3,937,849	\$ 1,521,905	\$ 27,074,542
86,538	389,704	597,581	3,105,192	3,027,956	30,654,487
86,538	405,292	1,568,650	5,915,864	3,154,782	32,818,037
127,795	436,468	1,718,045	1,734,399	3,265,754	32,013,789
137,857	1,215,875	821,674	-	3,392,579	29,142,232
137,857	802,789	821,674	-	3,535,258	36,619,314
148,926	841,760	896,371	-	3,677,937	31,746,793
148,926	-	896,371	-	3,804,762	35,740,814
169,051	-	7,320,365	-	3,963,294	41,092,261
169,051	-	-	-	4,121,826	33,038,291
181,126	-	-	-	4,280,357	31,693,264
412,566	-	-	-	4,454,742	37,475,984
513,191	-	-	-	4,660,833	33,273,516
513,191	-	-	-	4,882,778	22,059,479
494,072	-	-	-	5,073,016	21,112,262
495,079	-	-	-	5,342,520	22,294,552
454,828	-	-	-	5,596,171	23,359,673
356,215	-	-	-	5,865,675	20,194,304
285,777	-	-	-	6,151,032	18,114,611
281,752	-	-	-	6,436,389	13,951,339
241,502	-	-	-	6,753,453	11,473,454
241,502	-	-	-	7,070,516	12,049,900
221,377	-	-	-	-	221,377
\$ <u>5,971,130</u>	\$ <u>4,879,089</u>	\$ <u>15,163,614</u>	\$ <u>14,693,304</u>	\$ <u>100,033,534</u>	\$ <u>597,214,274</u>

Schedule of General Obligation Bonds-School Purposes

June 30, 2002

	<u>General Obligation</u>		<u>General Obligation</u>		<u>General Obligation</u>		<u>General Obligation</u>	<u>General Obligation</u>	<u>General Obligation</u>
Date of Issuance	04/01/92	s	09/15/92	s	10/01/92	s	05/15/93	05/01/95	06/15/96
	04/30/92	c	10/29/92	c	10/29/92	c			
Interest Rate %	\$ 33,689,029		\$ 25,399,370		\$ 6,105,468		\$ 33,976,436	\$ 56,788,873	\$ 60,000,000
	3.15-6.50		5.00-5.60		5.00-5.60		3.40-5.50	5.25-6.75	5.63-5.88
Fiscal Year									
2003	\$ -		\$ -		\$ -		\$ 3,527,584	\$ 2,993,232	\$ 1,000,000
2004	-		-		-		3,719,516	3,190,899	1,750,000
2005	-		517,260		128,096		2,960,612	2,276,421	1,825,000
2006	-		468,558		116,289		3,132,689	2,424,127	1,925,000
2007	774,343		1,497,157		370,492		1,277,343	2,547,940	2,000,000
2008	721,159		-		-		1,356,763	2,673,925	-
2009	676,475		-		-		1,440,596	2,096,132	-
2010	-		-		-		1,528,840	1,225,097	-
2011	-		-		-		-	3,888,161	-
2012	-		-		-		-	4,092,344	-
2013	-		-		-		-	3,899,022	-
2014	-		-		-		-	9,040,518	-
2015	-		-		-		-	6,279,706	-
2016	-		-		-		-	-	-
2017	-		-		-		-	-	-
2018	-		-		-		-	-	-
2019	-		-		-		-	-	-
2020	-		-		-		-	-	-
2021	-		-		-		-	-	-
2022	-		-		-		-	-	-
2023	-		-		-		-	-	-
2024	-		-		-		-	-	-
2025	-		-		-		-	-	-
Total	\$ <u>2,171,977</u>		\$ <u>2,482,975</u>		\$ <u>614,877</u>		\$ <u>18,943,943</u>	\$ <u>46,627,524</u>	\$ <u>8,500,000</u>

(s) Serial Bonds

(c) Capital Appreciation Bonds

	<u>General Obligation</u>		<u>General Obligation</u>		<u>General Obligation</u>		<u>General Obligation</u>		<u>General Obligation</u>		<u>General Obligation</u>		<u>General Obligation</u>
Date of Issuance	11/01/96 11/14/96	s c	11/01/97		02/15/98		01/28/99		02/01/99		02/15/99		
Interest Rate %	\$ 51,045,323		\$ 74,415,173		\$ 50,730,825		\$ 33,855,377		\$ 25,851,784		\$ 28,989,865		
	5.00-6.00		4.50-5.75		5.00-5.10		Variable		3.55-5.25		4.00-5.00		
Fiscal Year													
2003	\$ -		\$ 5,400,937		\$ 192,316		\$ 35,211		\$ 106,360		\$ 780,496		
2004	2,504,123		1,513,223		202,437		44,014		710,483		780,496		
2005	1,175,240		772,053		212,559		44,014		804,079		780,496		
2006	1,239,932		5,047,508		222,681		44,014		878,531		891,996		
2007	1,318,101		2,755,370		222,681		52,817		876,404		914,296		
2008	1,388,184		2,896,055		232,803		5,712,985		1,589,014		936,596		
2009	1,460,963		16,607,708		253,047		220,069		2,386,711		981,196		
2010	14,323,905		6,124,950		263,169		237,674		5,926,361		1,025,795		
2011	9,895,193		4,038,693		273,291		3,397,862		3,903,400		1,070,395		
2012	7,284,225		4,275,456		283,412		4,691,866		2,803,641		1,114,995		
2013	6,489,541		2,053,270		3,502,168		3,274,623		1,425,220		1,114,995		
2014	1,086,439		1,943,772		4,554,843		5,149,609		-		1,204,194		
2015	1,019,558		1,836,850		4,747,158		4,489,403		-		1,248,794		
2016	955,867		4,580,845		5,415,202		1,443,651		-		1,337,994		
2017	904,052		1,728,391		5,376,739		1,496,468		-		1,449,493		
2018	-		4,875,941		5,364,592		1,584,495		-		1,449,493		
2019	-		5,167,605		5,635,858		1,646,114		-		1,560,993		
2020	-		2,247,531		5,951,661		184,858		-		1,672,492		
2021	-		-		5,263,374		-		-		1,672,492		
2022	-		-		2,024,374		-		-		1,783,992		
2023	-		-		-		-		-		1,873,191		
2024	-		-		-		-		-		2006991		
2025	-		-		-		-		-		-		
Total	\$ 51,045,323		\$ 73,866,158		\$ 50,194,365		\$ 33,749,744		\$ 21,410,204		\$ 27,651,871		

(continued)

Schedule of General Obligation Bonds-Except for School Purposes

June 30, 2002

	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation	General Obligation
Date of Issuance	05/01/99	12/01/99	10/01/00	10/01/00	12/01/00	11/01/01
Interest Rate %	\$ 63,288,701 4.75-5.00	\$ 6,593,361 Variable	\$ 143,962,457 4.75-5.63	\$ 10,770,911 5.00	\$ 5,515,922 Variable	\$ 5,511,696 4.25-4.75
Fiscal Year						
2003	\$ 1,652,878	\$ 1,032,695	\$ 1,583,587	\$ 1,737,799	\$ 177,117	\$ 1,477,151
2004	1,752,051	794,381	2,063,462	860,296	202,419	1,164,808
2005	1,818,166	834,100	2,063,462	894,708	531,350	2,219,136
2006	1,884,281	873,819	3,047,205	963,532	581,955	650,601
2007	1,983,454	913,538	3,287,143	2,684,125	278,326	-
2008	1,983,454	992,976	3,287,143	1,772,211	278,326	-
2009	1,983,454	-	3,551,074	1,858,240	303,629	-
2010	1,983,454	-	3,551,074	-	303,629	-
2011	1,983,454	-	4,030,949	-	2,479,635	-
2012	1,983,454	-	4,030,949	-	-	-
2013	2,314,029	-	4,318,874	-	-	-
2014	2,644,605	-	9,837,434	-	-	-
2015	2,776,835	-	12,236,809	-	-	-
2016	2,876,008	-	12,236,809	-	-	-
2017	2,975,181	-	11,780,928	-	-	-
2018	3,173,526	-	11,804,921	-	-	-
2019	3,305,756	-	10,845,172	-	-	-
2020	3,471,044	-	8,493,785	-	-	-
2021	3,636,332	-	6,814,223	-	-	-
2022	3,983,436	-	6,718,248	-	-	-
2023	4,198,310	-	5,758,498	-	-	-
2024	4,380,127	-	5,758,498	-	-	-
2025	-	-	5,278,623	-	-	-
Total	\$ 58,743,289	\$ 5,441,509	\$ 142,378,870	\$ 10,770,911	\$ 5,136,386	\$ 5,511,696

(s) Serial Bonds

(c) Capital Appreciation Bonds

	General Obligation	Combined Total
Date of Issuance	12/01/01	
Interest Rate %	\$ 57,716,466 4.50 - 5.00	
Fiscal Year		
2003	\$ 878,095	\$ 22,575,458
2004	1,747,044	22,999,651
2005	1,820,218	21,676,970
2006	1,884,246	26,276,964
2007	1,957,421	25,710,950
2008	2,039,742	27,861,336
2009	2,122,063	35,941,357
2010	2,195,238	38,689,186
2011	2,286,706	37,247,739
2012	2,378,175	32,938,516
2013	2,469,643	30,861,385
2014	2,570,258	38,031,672
2015	2,689,167	37,324,279
2016	2,817,222	31,663,598
2017	2,926,984	28,638,236
2018	3,082,480	31,335,448
2019	3,228,829	31,390,327
2020	3,384,325	25,405,696
2021	3,548,968	20,935,389
2022	3,713,611	18,223,661
2023	3,896,547	15,726,546
2024	4,079,484	16,225,100
2025	-	5,278,623
Total	\$ <u>57,716,466</u>	\$ <u>622,958,087</u>
General Long Term Debt for Except for School Purposes		\$ <u>597,214,274</u>
Total General Long Term Debt		\$ <u>1,220,172,361</u>

June 30, 2002

Defeased Bonds: **

1992 Series A	School	Capital appreciation bonds	05/01/08-13	\$ 14,393,232
1992 Series A	Public Improvement	Capital appreciation bonds	05/01/08-13	33,687,310
1995 Series A	Public Improvement	Current interest bonds	04/01/10-15	21,500,000
1995 Series A	School	Current interest bonds	04/01/11-20	16,750,000
1995 Series A	Refunding	Current interest bonds	04/01/09-15	23,390,000
1996 Series A	Public Improvement	Current interest bonds	06/01/08-21	33,525,000
1996 Series A	School	Current interest bonds	06/01/08-21	44,700,000
1996 Series B	Public Improvement	Current interest bonds	11/01/09-16, 21	54,500,000

** All issues shown at original issue par value amounts. See Note (III)(H) for an explanation of refundings and defeasance.

General Government Expenditures-By Function (a)

Last Ten Fiscal Years

Fiscal Year	Administration and Finance (c) (d)	Planning and Development (d)	General Services (c) (d)	Hospital (e)	Public Works (c) (d) (e)	Corrections (e)	Health Services
1993	\$ 51,481,202	\$ 6,978,617	\$ ---	\$ ---	\$ 17,659,253	\$ 31,480,513	\$ 26,252,429
1994	51,600,219	7,587,261	---	---	18,547,598	33,294,402	27,508,793
1995	46,098,483	8,712,932	22,664,352	---	13,339,356	34,047,237	28,978,270
1996	47,869,422	4,639,714	24,467,248	---	13,240,732	36,290,302	31,137,130
1997	40,552,778	5,247,925	26,720,394	---	16,541,875	37,445,809	32,835,709
1998	37,861,902	6,745,541	28,362,244	---	16,624,504	38,847,538	32,563,099
1999	38,626,942	7,427,303	28,489,861	---	14,330,388	40,336,749	35,936,190
2000	41,436,565	7,224,882	31,605,493	---	13,251,687	41,955,709	38,127,890
2001	63,648,357	5,668,597	---	---	24,797,879	43,803,348	43,137,942
2002	63,763,042	6,295,725	---	22,566,667	15,555,328	948,137	46,778,955

Fiscal Year	Community Services (c)	Law Enforcement	Judicial	Elected Officials	Education (b) (e)	Debt Service	Total
1993	\$ 21,466,941	\$ 49,399,601	\$ 27,922,840	\$ 15,842,146	\$ 252,664,661	\$ 51,710,830	\$ 552,859,033
1994	25,685,336	51,290,084	28,676,302	17,179,393	93,782,778	49,073,537	404,225,703
1995	24,583,964	57,569,977	30,838,637	17,670,413	93,768,331	52,912,383	431,184,335
1996	23,989,986	58,152,738	33,820,313	18,671,807	96,887,889	59,093,425	448,260,706
1997	16,422,972	63,811,629	34,967,508	19,391,679	103,219,352	67,094,810	464,252,440
1998	17,789,648	73,101,092	35,735,045	21,918,075	107,798,229	65,538,510	482,885,427
1999	20,074,946	82,581,009	38,630,653	23,504,739	118,226,270	74,440,591	522,605,641
2000	18,442,864	92,984,379	39,252,137	25,611,144	148,930,842	90,691,122	589,514,714
2001	37,818,138	98,736,137	42,068,173	26,431,595	155,849,170	96,392,082	638,351,418
2002	38,184,799	124,313,403	47,550,875	27,409,270	301,622,626	97,367,068	792,355,895

(a) Includes General, Special Revenue, and Debt Service Funds of the primary government.

(b) Beginning in 1994, education expenditures are those made to the City of Memphis Board of Education as County Board of Education operations are reported as a discrete component unit. Education expenditures 1993 include both the County Board of Education expenditures and expenditures made to the City of Memphis Board of Education.

(c) Several organization changes were made in 1995. Personnel, a separate Division from 1993 through 1994, and Public Defender and Divorce Referee, previously included in Community Services, were moved to Administration and Finance. The General Services Division was created. It comprises Support Services, Information Technology, Telecommunications, Purchasing, Security (all previously included in Administration and Finance), and the Fire Department (previously included in Public Works).

(d) Several organization changes were made in 2001. The General Services Division was eliminated. Support Services, Information Technology, Purchasing, and Archives were moved to Administration and Finance. The Fire Department and Security and Internal Investigation were moved to Public Works. In addition, the Department of Housing was moved from Community Service to Planning and Development, and Economic Development was moved from Planning and Development to Administration and Finance.

(e) In 2002, the Fire Department, which had been reported in Public Works, and the Corrections Division were reclassified as Enterprise Funds. In addition, payments made to component units are recorded as expenditures. In prior years, these payments were reported as "transfers" and are not included in the amounts for prior years. The Hospital amount is a subsidy to the Shelby County Healthcare Corporation and Education includes \$84,644,664 paid to the County Board of Education.

General Government Revenues-By Source (a)

Last Ten Fiscal Years

Fiscal Year	Local Taxes	Local Revenue (b)	State Revenue (b)	Federal Revenue	Patient Service Revenue	Elected Officials' Fees and Fines	Other Revenue	Total
1993	\$ 290,085,635	\$ 29,880,402	\$ 137,950,253	\$ 12,844,726	\$ 5,308,543	\$ 50,791,678	\$ 12,333,500	\$ 539,194,737
1994 (a)	306,904,510	21,114,634	77,979,466	9,772,302	3,916,499	54,968,235	24,907,817	499,563,463
1995	317,541,119	18,181,323	82,953,882	12,382,702	6,017,412	57,832,266	12,665,893	507,574,597
1996	310,487,333	22,867,991	86,771,698	13,823,538	5,512,186	55,024,996	14,463,589	508,951,331
1997	333,724,157	26,316,425	82,509,507	14,262,810	4,303,568	45,348,704	14,143,087	520,608,258
1998	349,910,099	26,177,144	85,388,351	16,191,632	3,758,762	47,138,374	21,145,820	549,710,182
1999	385,058,126	46,212,749	100,314,969	19,228,728	2,919,111	45,446,063	10,486,579	609,666,325
2000	472,996,777	46,447,747	99,290,642	20,425,229	467,043	45,931,497	8,155,409	693,714,344
2001	489,927,614	49,027,219	101,276,356	25,877,749	764,939	47,641,570	11,241,860	725,757,307
2002	604,609,455	37,101,233	70,259,167	27,185,094	1,058,773	54,284,328	16,971,962	811,470,012

(a) Includes General, Special Revenue, and Debt Service Funds of Primary Government.

Amounts prior to 1994 have not been restated for the change in reporting entity dictated by statement 14 of the Governmental Accounting Standards Board. The presentation of funds of the Shelby County Board of Education changed from special revenue funds to a discrete component unit in 1994. The County's tax collection allocated to education are reflected in a special revenue fund for education.

(b) In 2002, the Fire Department and the Corrections Division were reclassified as Enterprise Funds.

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year	Tax Year	Tax Levy	Current Tax Collections	Percent of Levy Collected	Tax Collections in Subsequent Fiscal Years	Total Tax Collections	Percent of Total Collections to Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Tax Levy
1993	1992	\$ 240,466,973	\$ 236,193,390	98.22%	\$ 4,098,300	240,291,690	99.93%	\$ 175,283	0.07%
1994	1993	258,599,739	257,014,095	99.39%	1,378,945	258,393,040	99.92%	206,699	0.08%
1995	1994	265,214,294	261,574,005	98.63%	3,384,759	264,958,764	99.90%	255,530	0.10%
1996	1995	271,754,814	264,078,750	97.18%	7,275,893	271,354,643	99.85%	400,171	0.15%
1997	1996	280,954,031	272,826,625	97.11%	7,548,575	280,375,200	99.79%	578,831	0.21%
1998	1997	296,233,495	287,884,320	97.18%	7,344,575	295,228,895	99.66%	1,004,600	0.34%
1999	1998	336,506,429	329,543,247	97.93%	4,867,584	334,410,831	99.38%	2,095,598	0.62%
2000	1999	437,660,488	412,703,834	94.30%	18,677,113	431,380,947	98.57%	6,279,541	1.43%
2001	2000	448,466,524	427,388,176	95.30%	9,707,944	437,096,120	97.46%	11,370,404	2.54%
2002	2001	560,109,358	523,851,896	93.53%	N/A	523,851,896	93.53%	36,257,462	6.47%

Year	Residential		Commercial		Total	
	Number Issued	Valuation	Number Issued	Valuation	Number Issued	Valuation
1993	3,721	\$ 378,306,000	149	\$ 45,454,000	3,870	\$ 423,760,000
1994	3,498	418,579,800	191	90,109,000	3,689	508,688,800
1995	3,157	391,964,000	217	116,584,000	3,374	508,458,000
1996	3,739	504,368,000	243	221,448,000	3,982	725,816,000
1997	2,818	481,106,000	294	148,666,000	3,112	629,772,000
1998	3,249	498,104,000	310	295,349,000	3,559	793,453,000
1999	3,340	547,688,000	316	300,075,000	3,656	847,763,000
2000	3,536	699,617,000	282	312,661,000	3,818	1,012,278,000
2001	2,952	562,424,000	298	398,745,000	3,250	961,169,000
2002	2,933	495,182,000	224	164,008,000	3,157	659,190,000

Assessed and Estimated Value of Taxable Property

Last Ten Fiscal Years

Fiscal Year	Estimated Value	Assessed Value (a)	Ratio of Assessed Value to Estimated Value (%)
1993	\$ 29,200,149,210	\$ 8,951,815,710	30.66
1994	29,390,952,952	9,011,668,442	30.66
1995	30,097,061,877	9,210,870,498	30.60
1996	31,004,448,171	9,221,084,680	29.74
1997	32,453,638,136	9,500,973,159	29.28
1998	40,946,345,385	12,449,671,662	30.40
1999	41,975,150,505	12,778,458,443	30.44
2000	42,391,918,209	12,811,769,490	30.22
2001	50,160,658,560	14,964,374,530	29.83
2002	50,944,337,077	15,233,633,424	29.90

(a) Assessed value is most current tax year value prepared by County Property Assessor as of year end. The State of Tennessee enacted tax statues classifying property as follows for computing assessed valuations:

Real Estate-Residentail and Farms	25% of actual value
Real Estate- Commercial and Industrial	40% of actual value
Personal Property-Commercial and Industrial	30% of actual value
Tennessee Public Service Real and Personal Property	55% of actual value

Property Tax Rates-Direct and Overlapping Governments

Last Ten Fiscal Years

Year	Shelby County, Tennessee				City of Memphis, Tennessee (c)	Total
	General Fund	Education (a)	Debt Service Fund	Total (b)		
1993	\$ 1.40	\$ 1.42	\$ 0.34	\$ 3.16	\$ 2.68	\$ 5.84
1994	1.40	1.42	0.34	3.16	3.18	6.34
1995	1.40	1.42	0.34	3.16	3.18	6.34
1996	1.31	1.51	0.34	3.16	3.18	6.34
1997	1.31	1.51	0.34	3.16	3.18	6.34
1998	1.31	1.51	0.34	3.16	3.18	6.34
1999	1.17	1.35	0.30	2.82	2.77	5.59
2000	1.38	1.65	0.51	3.54	2.77	6.31
2001	1.31	1.69	0.54	3.54	3.37	6.91
2002	1.25	2.03	0.51	3.79	3.23	7.02

- (a) Allocated between the Shelby County Board of Education and the City of Memphis Board of Education based on average daily attendance.
- (b) Rates are applied per \$100 of assessed valuation.
- (c) The City of Memphis is considered an overlapping government because approximately three-fourths of the County's population resides in the City of Memphis. There are six other cities in the County which have been excluded from this schedule.

**Ratio of Net General Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years**

Year	Population (in thousands)	Assessed Value (in millions)	Net Bonded Debt (in thousands)	Percentage of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1993	842.2	\$ 8,952	\$ 565,270	6.31	\$ 671.18
1994	853.0	9,012	663,595	7.36	777.97
1995	862.3	9,211	743,715	8.07	862.48
1996	865.2	9,221	725,285	7.87	838.29
1997	871.5	9,501	893,797	9.41	1,025.58
1998	873.5	12,450	887,994	7.13	1,016.64
1999	865.9	12,778	1,033,072	8.08	1,193.06
2000	868.8	12,812	996,907	7.78	1,147.45
2001	897.5	14,964	1,106,692	7.40	1,233.12
2002	896.0	15,234	1,220,172	8.01	1,361.78

Tax Rate Limitations

The ad valorem (real estate and personal property) tax levy is without legal limit. All prior limitations and restrictions, whether restricted as to total dollar amount or restrictive as to specific uses or a combination of the two, were repealed under paragraph 67-643 of the Property Assessment and Classification Act of 1973 (TCA).

**Ratio of Annual Debt Service Expenditures
For General Bonded Debt to General Government Expenditures
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Bond Principal</u>	<u>Bond Interest</u>	<u>Total Debt Service</u>	<u>Total General Government Expenditures</u>	<u>Percentage of Debt Service to Total General Government Expenditures</u>
1993	\$ 23,415,000	\$ 27,960,472	\$ 51,375,472	\$ 552,859,033	9.29
1994	18,775,000	29,311,855	48,086,855	404,225,703	11.90
1995	17,730,000	34,787,689	52,517,689	431,184,335	12.18
1996	19,815,000	38,960,105	58,775,105	448,260,706	13.11
1997	21,970,000	42,722,765	64,692,765	464,252,440	13.93
1998	21,330,000	39,412,139	60,742,139	482,885,427	12.58
1999	27,390,000	42,490,486	69,880,486	552,605,641	12.65
2000	36,435,000	49,971,630	86,406,630	589,514,714	14.66
2001	40,585,000	51,093,014	91,678,014	638,351,418	14.36
2002	44,125,000	52,606,584	96,731,584	792,355,895	12.21

Schedule of Direct and Overlapping Debt

June 30, 2002

Direct Debt		
	Total bonded debt	\$1,220,172,361
	Less debt service funds	19,641,940
	Net direct debt	<u>1,200,530,421</u>
Overlapping Debt		
	City of Memphis	866,148,000
	City of Germantown	29,389,580
	City of Bartlett	21,245,000
	City of Collierville	20,708,590
	Town of Arlington	165,000
	Town of Millington	4,132,200
	Total overlapping debt	<u>941,788,370</u>
Total direct and overlapping debt (a)		<u><u>\$2,142,318,791</u></u>

(a) The County has no legal debt margin.

June 30, 2002

Date of Incorporation	1819
Form of government	Mayor-Commission
Area	783 square miles
Number of municipalities in Shelby County	Seven

EDUCATION

	<u>Shelby County</u>	<u>City of Memphis</u>
Number of schools	46	186
Employees:		
Professional	3,065	8,100
Support	2,118	8,200
Enrollment	44,807	116,473

In addition, there are approximately 60 private schools.

TEN LARGEST TAXPAYERS OF SHELBY COUNTY

Fiscal 2002 Assessments

<u>Name of Taxpayer</u>	<u>Nature of Property</u>	<u>Assessed Value</u>	<u>% of Total Assessed Value</u>
FedEx (a)	Distribution Services	\$ 477,861,241	3.14%
Bellsouth Telecommunications (a)	Communications	189,280,263	1.24%
Belz Enterprises	Investment Company	128,221,540	0.84%
Baptist Memorial Hospital	Health Care	57,642,684	0.38%
Wolfchase Galeria Ltd.	Investment Company	55,177,160	0.36%
Mid-America Apartments	Investment Company	36,144,815	0.24%
Amisub (SFH) Inc.	Health Care	34,793,640	0.23%
Northwest	Transportation	33,958,035	0.22%
Union Planters National Bank	Investment Company	26,279,515	0.17%
Memphis SMSA Limited Partnership	Communications	24,356,483	0.16%
Total Assessed Valuation of Top Ten Taxpayers		1,063,715,376	6.98%
Balance of Assessed Valuation		14,169,918,048	93.02%
Total Assessed Valuation		\$ 15,233,633,424	100.00%

- (a) All or part of the assessment for these taxpayers is performed by the Tennessee Public Service Commission. These companies are included in a lawsuit against that Commission which challenges their methods of assessment.

(continued)

June 30, 2002

Demographic Statistics

Year	Population (d)	Effective Buying Income		School Enrollment (c)
		Per Capita (a)	Per Household (b)	
1992	842,205	\$ 19,474	\$ 29,508	146,289
1993	852,985	16,192	30,731	149,992
1994	862,300	16,917	28,566	150,843
1995	865,198	14,627	40,283	154,329
1996	871,505	18,361	37,355	156,624
1997	873,458	16,712	34,504	156,438
1998	865,900	22,840	42,686	161,454
1999	868,800	20,197	38,874	159,263
2000	897,472	18,662	38,206	160,751
2001	896,013	20,856	39,593	161,280

Year	Unemployment Rate (d)	Demand Deposits, Shelby County Banks (a) (b) (e)		Retail Sales (a) (b)
1992	5.6%	\$ 2,485,689,000	\$ 8,109,576,000	
1993	5.4%	2,913,084,000	8,809,000,000	
1994	4.7%	2,659,889,000	9,458,000,000	
1995	4.8%	2,962,627,000	10,298,000,000	
1996	5.0%	3,524,434,000	10,340,655,000	
1997	4.3%	3,262,754,000	9,107,000,000	
1998	3.6%	5,894,737,000	11,615,000,000	
1999	4.0%	4,487,667,000	9,779,952,000	
2000	3.9%	5,020,429,000	11,531,574,000	
2001	4.2%	6,144,801,000	11,453,758,000	

Sources:

- (a) University of Memphis Bureau of Business and Economic Research
- (b) Memphis and Shelby County Library
- (c) Memphis and Shelby County Boards of Education
- (d) Tennessee Department of Labor and Workforce Development
- (e) Federal Reserve Bank

Schedule of Salaries and Fidelity Bonds

June 30, 2002

Official	Designation	Salary Amounts	Bond Expiration Date	Bond Amount
Mayor and Staff				
James L. Rout, Jr.	Mayor	\$ 140,000	09/01/02	\$ 100,000
Jimmy M. Kelly	Chief Administrative Officer	109,500	09/01/02	100,000
John C. Trusty	Director of Administration and Finance	98,892	09/01/06	100,000
Ted C. Fox	Director of Public Works	98,889	09/01/02	100,000
Mark H. Luttrell, Jr.	Director of Corrections	98,828	09/01/02	100,000
Yvonne Smith Madlock	Director of Health Services	98,889	09/01/02	25,000
Peggy W. Edmiston	Director of Community Services	98,892	09/01/02	25,000
Earnest L. Gunn	Assistant Chief Administrative Officer	98,904	09/01/02	100,000
Court Clerks				
Kenny W. Armstrong	Chancery Court Clerk and Master	94,805	01/01/03	1,060,000
Jimmy Moore	Circuit Court Clerk	94,805	09/01/02	60,000
William R. Key	Criminal Court Clerk	94,805	09/01/02	65,000
William C. Turner	General Sessions Court Clerk	94,805	09/01/04	60,000
Chris R. Thomas	Probate Court Clerk	94,805	09/01/02	60,000
Shep Wilbun	Juvenile Court Clerk	94,805	09/01/02	60,000
Others				
A. C. Gilles	Sheriff	104,286	09/01/02	50,000
Jayne S. Creson	County Clerk	94,805	09/01/02	9,000
Thomas F. Leatherwood	Register	94,805	09/01/02	25,000
Robert D. Patterson, Sr.	Trustee	94,805	09/01/02	13,994,700
Rita Clark	Assessor	94,805	08/31/04	10,000
Edward A. Kizer	Purchasing Agent		09/01/02	25,000
All Employees	Public Employees Blanket Bond		09/01/02	900,000 per claim
Michael A. Swift	Administrator of Finance		09/01/02	13,000,000